—304,006—4-11-48

Dev (1951) Department.

Ms SERIES.

Passed

G.O. NO. 4025

Dated 8-9-57.

[Despatch Abstract.]

Industries- Sericulture- G.S.F., Kollegal- Experimental weaving Section- Installation of powerlooms- Purchase of weaving and doubling machinery - Proposal of the Dte. Approved

DEPARTMENT OF INDUSTRIES & COMMERCE.

Dev 10497 D1/49

FROM

The Director of Industries & Commerce,
P.B.No.432, Madra.5.

TO

The Secretary to Government
Development Department,
Madras.

No.4078.D.1/49 Dated the14th October 1949.

Sir,

Sub: Industries -Sericulture - Government Silk Filatures, Kollegal - Experimental Weaving Section - Installation of power looms - Purchase of Weaving and doubling machinery - proposals.

Ref. 1.G.O.No.3076 Dev. datd 7.6.49.
2. This office letter No.186.D.1/49 dated 23.9.49.

*****

As indicated in this office letter cited, I submit herewith detailed estimates (appended) showing the recurring and non-recurring expenditure involved in starting a weaving section in the Government Silk Filatures, Kollegal with twenty power looms. The total non-recurring expenditure on the purchase of twenty power looms and other accessories works out to Rs.1,00,000/- and a sum of Rs.5,65,200/- would be required towards recurring expenditure. The gross profit anticipated is Rs.42,800/- per annum and deducting depreciation, interest on Capital outlay, audit and direction fees on the approved rates, a net profit of Rs.6,700/- pr annum, which works out at 6.2% on the capital outlay could be anticipated.

I have explained in detail the necessity for the starting of a power loom weaving section in the Government Silk Filatures, in this office letter No.186.D.1/49 dated 1.3.49 and Government have already approved in principle the proposal for installing twenty power looms with necessary accssories. This section will be worked as an adjunct to the Government Silk Filatures, Kollegal along with the twisting and winding sections sanctioned in G.O.No.3819 Dev. dated 19.7.48.

I request that Government may be pleased to sanction at an early date, a sum of Rs.1,00,000/- towards non-recurring expenditure and Rs.5,65,200/- towards recurring expenditure on the establishment of a weaving section in the Government Silk Filatures, Kollegal consisting of twenty power looms and with necessary accessories.

The expenditure may be debited to the Government Silk Filature Head of account.

For Director of Industries & Commerce.

B.24.10.

14/10/49

Encl: 1 Estimate

Remarks on the detailed estimates

1. Site. The weaving section will be an adjunct to the Govt. Silk Filatures, Kollegal and will be an integrated part of the twisting ~~xyx~~ section.

2. Buildings. The existing buildings in the Govt Silk Filatures, will be utilised for the entire twisting as well as weaving machinery.

3. Water supply and electrical connections. The expenditure indicated is exclusive of the provision made separately for the installation of Atwood twisting machinery.

4. Erection of machinery. It is expected that electric wiring has to be provided for each loom for connecting individual motors.

5. Furniture and fixtures. Certain special types of furniture such as cloth examination tables, dye section wash table etc. have to be provided for. Special lighting equipment may also be necessary for the twisting machinery.

6. Machinery. The details shown under this head are the minimum equipment necessary for efficient working of the section.

7. Miscellaneous machinery equipment. Provision of Rs. 5,000/- has been made for the purchase of spares, electric motors for the dye section and for any unforeseen items of expenditure.

Staff

(a) Work in both twisting and weaving including dye section s will not only be heavy but highly specialised. It is therefore highly necessary to have qualified Textile Expert as Manager (Weaving) on Gazetted rank.

(b) Establishment. As it is necessary to work the weaving section in two shifts to reduce the cost of production, three posts of Textile Assistants have been indicated of whom two will work alternately in shifts in the weaving section while the third will work entirely in the Dyeing and Finishing section. Other technical posts such as Foremen, Warper and Asst. Foremen have been reduced to the minimum number without impairing the efficiency.

The post of store accountant is necessary and the incumbent will have to furnish cash security as raw materials such as raw silk, thrown silk, dyestuff, gold lace and silk fabrics whose value may be Rs.4 to 5 lakhs will be under his control at any time. His work will be supervised by the commercial Accountant of the Govt. Silk Filatures. A lower division clerk is also necessary to cope with correspondence work while the Sales Clerk will attend to sales in the Factory.

A sum of Rs.1,100/- has been provided under T.A. It may be necessary for the Officer-in-Charge of Weaving section to tour some of the important places to push the sales of silk cloth.

COST OF RAW MATERIALS.

Raw silk produced at the filatures will be consumed, A rate og Rs.6/- per lb. as the throwing charges has been taken into account but actually it ought to be at the actual cost as the twisting section when it is installed will be an adjunct to the filatures. But, however, for purpose of estimation, a rate of Rs.34/- for 20/22 rereeled filature silk and Rs.6/- per lb. towards throwing charges has been assumed.

Provision under dyestuff and chemicals and gold and silver lace is considered adequate.

Wages including D.A.

As could be seen in the estimate, the labour strength is put at the minimum. It is desirable to fix piece work wages instead of daily or monthly wages to weavers for obvious reasons of efficiency. A skilled weaver easily earns about Rs.3/- a day for laced fabrics and Rs Rs.1/8/- a day for plain fabrics. Hence the piecework wages have been indicated at 8 as. and 4 as. a yard for laced designs and plain cloth respectively. It is expected that a quantity of 8 yards of cloth will be produced in each shift.

Motive Power.

The provision made is considered adequate.

Other Charges.

The twisted yarn on barrels has to be set in steam by keeping the barrels in a steam chest. The degumming and dye section is expected to work once a week. As there will be a common boiler working for both the filatures and dye section a nominal moiety of expenditure of Rs.100/- p.m. has been indicated for being debited to the dye section.

Repairs renewals, cotton, grease etc. may entail an expenditure of Rs.250/- p.m. which is considered adequate.

Advertisement in all the dailies etc is necessary. There will be need to appoint agencies also to push on the sales. Hence a sum of Rs.1,000/- p.m. has been provided for in the estimate.

Receipts.

The average cost of production per yard for both laced and plain silk fabrics works out to Rs.7/14/- and the selling rates have been kept at Rs.7/- per yard. for plain and Rs.9/12/- a yard. for laced design silk fabrics. These rates are considered to be competitive taking into consultation the selling rates of foreign silk fabrics that may be available in the Indian market. According to the present quarantine of duty levied on silk cloth of foreign origin, the approximate selling price should be Rs.6/12/- a yd. for 36" wide cloth. Thus the selling rates assumed in our estimates for 45" to 48" wide fabrics are quite competitive. On this basis, the gross profits anticipated are Rs.42,800/- and after providing for depreciation at 7½% and interest at 4% on capital outlay and interest at 4% on working capital and audit and direction charges, the net profit anticipated is Rs.6700/- which is very conservative and which works out a percentage return of 62 on the capital outlay. As already indicated, when the thrown silk is got at the actual production cost from the twisting section, the cost of production of cloth will be substantially reduced. It may be reasonably expected to increase the production of cloth also as efficiency of work improves. All these factors when taken into account in actual working will lend to augment the profits of the concern.

DETAILED ESTIMATES FOR INSTALLATION AND WORKING OF 20 POWER LOOMS AT THE GOVERNMENT SILK FILATURES, KOLLEGAL.

* * *

1. Building, plant and machinery.

1.Site		Nil
2.Buildings		Nil

Note The existing buildings at the Govt. Silk Filatures will be made use of.

3.Water supply and electrical installations.

A. Water supply extensions.		Rs. 5,000 0 0
B.Electrical installations - relating to looms Dye section and a portion of the twisting machinery proposed to be purchased locally	L.S.	Rs. 8,000 0 0
4, Erection of machinery	L.S.	Rs.5,000 0 0
5. Furniture and fixtures	L.S.	Rs. 2,000 0 0

6. Machinery

Note: The cost of twisting machinery ordered through M/s-W.H.Brady & Co. and also of local twisting machinery proposed to be purchased has not been included in the estimate.

Weaving section

a) Power Looms 56" to 60" reed space of 120s with drop box and dobbies including electric motor etc. at Rs.3,000/- each		Rs.60,000 0 0
b) Warping machine		Rs. 3,000 0 0
c) Firm Winding machine - 1 No.		Rs. 4,000 0 0

Dye Section.

a) wooden tubs or vats and copper vats		Rs. 3,500 0 0
b) Hydro extractor - 1 No.		Rs. 2,000 0 0
c) Electric Sewing machine, electric iron etc.	L.S.	Rs. 1,500 0 0
	Total	Rs.94,000 0 0

Miscellaneous machinery equipement.

a) Shuttles, healsds, reeds etc.	L.S.	Rs. 3,000 0 0
b) Elctric motors for Dy.Vats winches hydro extractor etc.	L.S.	Rs. 2,000 0 0
c) Unforeseen expenditure	L.S.	Rs. 1,000 0 0
	Total	Rs. 6,000 0 0

Grand Total ..... Rs. 1,00,000 0 0

11. Staff.

a) Pay of officers		Grade	Pay	D.A.
Managers (Weaving)- Gazetted	1	Rs.230-410	230	4 6
b) Pay of establishment				
Techincal				
1. Textile Asst.	3	90-120	270	72

2. Foremen	2	45-75	90	44
3. Warper	1	60-80	60	22
4. Asst. Foremen	2	24-35	48	38
Ministerial				
1.Store Accountant	1	80-110	80	24
2.Lower Dvn.Clerk	1	45-75	45	22
3. Sales Clerk	1	45-75	45	22
			868	290
		For one Year	10.416	3.480
		Total	13,896 0 0	
		or	13,900 0 0	
Travelling allowance		L.S.	1,100 0 0	
		Total	15,000 0 0	

III. Cost of raw materials.

1. Cost of raw silk at athe rate of 12 yards per loom for 2 shifts at 7 yds. of cloth per lb. of raw silk - 10,300 lbs. per annum cost of Rs.34/- per lb. raw silk plus Rs.6/- throwing charges or Rs.40/- per lb. of thrown silk	4,12,000 0 0
2. Cost of dye stuffs and chemicals assuming 75% of the cloth production to be dyed.	7,500 0 0
3. Cost of gold and silver lace - assuming 50% of the production to be laced cloth - 1,000 marcs at Rs.75/- per marc.	75,000 0 0
	4,94,500 0 0

IV. Wages including Dearness Allowance.

1.Warping section	2	Wages including D.A.) Rs.1.4.0 per day.
2. Pirn winding	4	
Bleaching and dyeing	8	
Miscellaneous	4	
	18	

About 10 workers will work in the 2nd shift or in all 28 workers will work in both the shifts - 28 x 1.4.0 or Rs.35/- a day

Amount per annum of 300 working days. 10,500 0 0

2. Piece work wages to weavers:

For designs on dobby @ 8 as. a yd.
For plain cloth @ 4 as. a yd.
Assuming 50% as plain and 50% as designad laced cloth

36,000 yds. @ 8 as	18,000/-		
36,000 yds. @ 4 as.	9,000/-		
		27,000 0 0	Total
		37,500 0 0	

V. Motive Power.

About 30 H.P. ... 25 K.W. L.S. 2,000 0 0

B.F. 5,49,000-0 →

Vl. Other Charges.

		Rs.
1. Steaming charges	@ Rs.100/- p.m.	
2. Repairs, Renewals	@ Rs.200/- p.m.	
3. Miscellaneous stores - cotton, grease oil etc.	@ Rs.50/- p.m.	
4. Stationery, advertisement, agency commn. etc.	@ Rs.1000/-p.m.	
		16,200-0-0 : Total
		~~16,2000-0-0~~
Grand Total recurring charges		5,65,200-0

Deduct receipts.

Total production cloth is 72,000 yds.
(45" width)

.. Out of this 36,000 yds. plain is priced at Rs.7/- a yd.		2,52,000	0 0
2. 36,000 yds. laced fabrics (45" width) at Rs.9.12.0 a yd.		3,51,000	0 0
3. Receipts on account of job dyeing work - 10,000 yds at 8 as. a yd.		5,000	0 0
Total	Rs.	6,08,000	0 0

ABSTRACT OF ESTIMATE OF EXPENDITURE FOR THE INSTALLATION OF 20 POWER LOOMS AT THE GOVERNMENT SILK FILATURES KOLLEGAL.

Capital Expenditure.

1. Buildings , plant and machinery		Rs.1,00,000	0 0
Recurring expenditure			
.. Payof officers	2,800 0 0		
Pay of establishment	7,600 0 0		
T.A. and Dearness Allowance.			
1. Travelling Allowance	1,100 0 0		
2. Dearness Alowance	3,500 0 0		
		15,000	0 0
111. Cost of raw materials.			
1. Thrown silk	4,12,000 0 0		
2. Dye stuffs and chemicals	7,500 0 0		
3. Gold and silver lace	75,000 0 0	4,94,500	0 0
1V. Wages including D.A.			
1. Wages	10,500 0 0		
2. Weaving piece work wages	27,000 0 0	37,500	0 0
V. Motive Power		2,000	0 0
Vl. Other charges		16,200	0 0
Total recurring charges		5,65,200	0 0
Receipts		6,08,000	0 0
Gross profit		42,800	0 0

Deduct.

1. Depreciation at 7½% average on Capital assets of Rs.1,00,000/-	7,500	0 0
2. Interest on capital outlay at 4%	4,000	0 0
3. Interest on working capital of Rs.5,65,200/- @ 4%	22,608	0 0
4. Audit and direction fees	2,500	0 0
Net profit.... 6192 or 6,200/-	36,608	0 0
Percentage return on capital outlay..... .....6.2		

END

Plg. Imp
Tu 19-11-49 #32/21/11

Dev (DL) 97

Memo no. 104972 DD dtd. 18/19-11-49

Sub: Industries - Sericulture - C.S.E, K'Nagal
- Installation of Power looms - Q

Ref: From the DDC No. 4028-DD dtd. 8/14.10.49

The attention of the DDC is invited to the instructions issued in Govt Memo no. 5-293-A/PWR-38.12.10.49. He is requested to state how the scheme proposed in his letter cited above which involves such a large expenditure is justifiable in the present financial condition of the Province and why the scheme should not be postponed for the present.

An urgent reply is requested.

To the DDC
Rd. 10-12-49.

17.11.49.

18/11/49

10-B Plans dt 16.12 89-93 19/12 Reminder. DEV

Memo No 10497/2 DI/LG-2 dt 16-12-05.

Sub: Industries - Sericulture - G.S.T, Kallyal - Installation of power looms

Ref: Govt Memo No 10497/2 DI/LG-1 dt 19-11-05. Pgalam

The dte is requested to ~~Go the matter~~ where his reply ~~dtd~~ may be expected

13/12/05 Dy 13.12.05

To Hced Hc. Dy 5-1-06

25 1 50

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No.4078-D.1/49

Department of Industries & Commerce,
"Mackay's Gardens", Thousand Lights,
Cathedral P.O., Madras. 6.
Dated the 28th December 1949. 502

Dev (DI) Dept
R.R. 25.1-'50
7.1-'50 7.1.50 7/50

From

The Director of Industries & Commerce,
Madras.

To

The Secretary to Government,
Development Department,
Fort St. George, Madras.

Sir,

Sub:- Industries - Sericulture - Government Silk Filatures, Kollegal - Installation of Power Looms

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Ref:- Government Memorandum No.104972-D.I/49-2, Development, dated the 16th December 1949.

I have referred the matter to the Sericultural Expert, Government Silk Filatures, Kollegal. On hearing from him I shall submit to Government my final reply.

JGN.30/12/49

for Director of Industries & Commerce.

No.4078-D.1/49

Department of Industries & Commerce,
Mount Road, Cathedral P.O.,Madras.6.
Dated the 12th JANUARY 1950.

From

Sri M.T. Raju, Bar-at-Law, I.C.S.,
Director of Industries & Commerce,
Madras.

4024

To

The Secretary to Government,
Development Department,
Fort St. George, Madras.

Sir,

Sub:- Industries - Sericulture - Government Silk Filatures, Kollegal - Installation of Power Looms.

Ref:- Government Memorandum No.104972-DI/49-2, Development, dated the 16th December 1949.

In G.O.No.3819, Development, dated the 19th July 1948, Government have sanctioned the installation of a silk twisting plant as an adjunct to the Government Silk Filatures, Kollegal, and in pursuance thereof I have already placed orders with Messrs Brady & Co., Madras, for the supply of the plant and paid a sum of Rs.1,13,460/- to the firm as advance payment as sanctioned in G.O.No.5073, Development, dated the 15th October 1949. The machinery is likely to be received within the current financial year. The installation of power looms is a necessary corollary to the installation of the twisting plant as without the former, the latter cannot be put to effective use. Both these constitute integral parts of the scheme calculated to convert the raw silk now produced in the ~~plantations~~ into silk fabrics and thus ensure a ready and profitable source of disposal of the production of the filatures. It is hoped, as already explained in this office letter No. 186-D.1/49 dated the 1st March 1949 addressed to Government, that the installation of both the twisting and the weaving plant as adjuncts to the filatures, would go a long way to overcome the far too often erratic fluctuations in the raw silk market, by utilization of a part of the production of the filatures for conversion into fabrics and thus to stabilise the financial position of the filatures. Further, the scheme regarding the installation of the power looms is expected to prove in the long run remunerative.

In the above circumstances, I request that Government may be pleased to approve the proposal submitted in my letter No. 4078-D.1/49 dated the 14th October 1949.

JGN.12/1/50

for Director of Industries & Commerce.

Pr. Memo 14/3/50

15

Hdrs (D Dept)

Memo. No. 10497.2 DI/49-4 dated 16-3-50

Sub: Industries - Sericulture - Govt Silk Farms, Kollegal - Experimental Weaving section - Installation of powerlooms - Proposals.

Ref: Letter from the DIsc No. 4078 DI/49 dated 14-10-49
Letter from the DIsc No. 4078 DI/49 dated 12-1-50

For the detailed estimates for the installation and working of 20 powerlooms in the G.S.F., Kollegal submitted with his letter first cited, the Director has proposed the employment of the following staff with the scales of pay indicated against each:

1) Warper (1) ——— Rs. 60-80
2) Lower Division clerk (1) - Rs 45-75
3) Sales clerk (1) — Rs 45-75

(1) Warper:— It is not known on what basis the Director has suggested a scale of pay of Rs 60-80 for this class of worker. In this connection Govt. observe that Assistants in the Govt Handmade paper section are paid in the scale Rs. 60-4-80. The Director is therefore requested to state whether the scale of pay of the Warper now proposed is the same as that of the Assistant in the Govt Handmade Paper Section and if so, to furnish detailed particulars regarding the qualifications required for the post of Warper in the G.S.F., and that for Assistants in the Govt Handmade Paper Mills in order to enable the Govt to examine the suitability of the scale of pay proposed by for Warper.

(2) Lower Division clerk:- As the scale of pay suggested for this post is the same as that of Storekeeper in the G.S.F., Kollegal the Govt consider that in order to avoid a misunderst

P.T.O

re post may be straightaway designated as Storekeeper. The D I Fe is requested to state whether he has any objection to this.

3) Sales clerk:- It has been observed that there doesn't appear to be any other posts of Sales clerks in the Industries Deptt. The nature of work proposed to be entrusted to this Sales clerk is not known. The Director is requested to explain in detail with full particulars the need for the post of Sales clerk at this stage in the weaving section.

An early reply is requested.

15/3/50 16.3.50

To The DI Fe, Madras.

(635)

Copy 20/3

DI(DI) Dept

Pl. issue 16/4/50

Memo. No 104972 DI/49-5 dated 18-4-50.

Sub: Industries - Sericulture - Govt. Silk Filatures, Kollegal - Experimental Weaving section - Installation of power looms - Proposals.

Ref: Memo No 104972 DI/49-4 DI dated 16/4/50

The I Jt. C is requested to state when his reply to the Memo. cited may be expected.

To The I Jt. C, Madras.

17/4/50 18/4/50

18/4/50

No.4078-D1/49

Department of Industries & Commerce
Cathedral P.O., Madras. 6.
Dated the 29th APRIL 1950.

From

Sri M.T. RAJU, Bar-at-Law, I.C.S.,
Director of Industries & Commerce,
Madras.

To

The Secretary to Government,
Development Department,
Fort St. George, Madras.

Sir,

Sub:- Government Silk Filatures, Kollegal - Experimental Weaving Section - Installation of Power Looms - Proposals.

Ref:- Government Memorandum No.104972-DI/49-4, Development, dated the 16th March 1950.

I offer below my remarks on the various points raised in the Government Memorandum cited.

(1) Warper: The warper has to attend to the preparation of warps required for the looms and also to the preparation of designs for weaving various patterns of silk cloth. The work relating to the preparation of warps is a specialised one and the warper has to prepare a warp of nearly 200 to 250 yards in length for each power loom. Besides practical experience in the line, the warper should hold diploma or a certificate of proficiency in sectional warping and designing issued by recognised textile institutes.

As two important and specialised duties, viz., warping and designing are attached to the post of warper, a scale of pay of Rs.60-80 was suggested. As regards the Assistants in the Hand-Made Paper Section, no ad hoc rules were framed. The scale of pay of these Assistants was Rs.60-4-80. For the sake of uniformity the time scale of the posts of warper may also be fixed as Rs.60-4-80.

(2) Lower Division Clerk: The Lower Division Clerk is intended to cope with the correspondence work as distinct from the work of a store-keeper. However, I have no objection to the designation of the Lower Division Clerk being changed to Store-Keeper, but suggest that the pay of the post may be fixed as Rs.45-90 instead of Rs.45-75 as originally proposed.

(3) Sales Clerk: The sales clerk is intended to look after the sales of silk fabrics in the show room which will be attached to the Government Silk Filatures, Kollegal. It is essential that there should be a wholetime man to attend to the sales in the show room.

2.0

As it is essential that the sales work should not suffer, I request the post may kindly be sanctioned. The pay of the Sales Clerk may please be fixed in the scale of Rs.45-90 in order that it may be in line with the scale of pay of similar clerical posts.

JGN.29/4/50 for Director of Industries & Commerce.

Development (MI) Dept.

Bl is not 29.6.50

MEMORANDUM NO. 104972 MI/49- 7 dated 7-6-1950

Sub: Industries - Sericulture - G.S.F. Kollegal - Installation of weaving section - Proposals.

Ref: From the D. I & C. No. 4078 DI/49 dated 29-4-50.

There is now a dearth of silk cocoons to feed the G.S.F. at Kollegal. The D. I & C. is requested to state whether under such circumstances there will be immediate full work for all the looms if they are installed.

The DI is also requested to report the cost at which the silk produced at the filature works out at present. The extra cost involved in the set of 50 looms a weaving section in the G.S.F may also be reported

To the D. I & C.

R.D. 25.6.50

ER 28.6.50

MR 12.7.50

DEPARTMENT OF INDUSTRIES & COMMERCE.

From
Sri.M.T. Raju, Bar-at-Law, I.C.S.,
Director of Industries & Commerce
Mackay's Gardens, Cathedral P.O.
Madras 6.

To
The Secretary to Government,
Development Department,
Madras.

No.4078 D1/49 dated 7/9/50.

93129 Dev(Ind) 12.9.50

Sir,

Sub: Industries - Sericulture - Government Silk Filature, Kollegal - Installation of weaving section - Proposals.

Ref: Government Memo.No.104972 M1/49-7 Dev. d/7-6-'50.

The requirements of silk to work all the looms proposed to be installed at the Government Silk Filature, Kollegal will be about 10,000 Lbs ~~allotted~~ per annum and the quantity of cocoons required to produce this will be about 2 lakhs Lbs. Only, as against the estimated annual production of 30 lakhs Lbs in Kollegal area. It may thus be seen that no difficulty need be apprehended as regards procurement of the cocoons necessary for the production of silk required to work all the looms.

2. The present cost of production of silk at the Government Silk Filature, Kollegal works out to about Rs.55/- per Lb on the basis of Rs.2-12-0 per Lb of cocoon. This excessive cost is due to the prevailing abnormal prices of cocoons but it is expected that this is only a temporary phase and that the cost of production will come down to Rs.40/- per Lb. when conditions return to normal.

3. In regard to the extra cost that will be involved at the Government Silk Filature, Kollegal ~~amount~~ of the establishment of the weaving section, I invite reference to the detailed estimate submitted with my letter dated 14/10/49 where the recurring and the non-recurring expenditure were shown as Rs.5.65 lakhs and 1 lakh respectively. As, however, the former figure includes a sum of Rs.4.12 lakhs towards the cost of raw silk, which will not really be incurred in view of the fact that the raw silk is taken only from the Government Silk Filature stocks, the expenditure will be reduced by this amount, ie. the actual recurring expenditure will be only ~~1.53~~ 1.53 lakhs.

Director of Industries & Commerce.

9.9.

Dev(MI) Dept.

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Memo: 104972 MI/49-11 d. 28.11.50.

Sub: Industries - Sericulture - G.S.F. Kollegal - Installation of weaving section - Proposals.

Ref. From the Dte No 4078 DI/49. d. 7.9.50.

—×—

The scheme for the establishment of a weaving section with twenty powerlooms in G.S.F Kollegal is reported to be remunerative by the Dte. But the net profit of Rs 2400/= is so small that it can easily be converted into a net loss if the cocoon market turns out to be unfavourable. The Dte is therefore requested to report urgently, whether his calculations will not be upset by dearth of cocoons in the coming years.

To

The Dte.

28.11.50

28/11/50

N.R. 28.12.50.

DEPARTMENT OF INDUSTRIES & COMMERCE. Dev 9519 MJ 24.1.51

From:
SRI M.T. RAJU Bar-at-Law: I.C.S.,
Director of Industries & Commerce,
Cathedral (PO)., Madras.6.

To:
The Secretary to Government,
Development Department,
Fort St. George,
MADRAS.9.

No.4078/D.1/49 dated 17th January, 1951.

Sir,

Sub: INDUSTRIES- Sericulture- Government silk Filatures- Kollegal- Installation of silk power looms.

Ref: Government Memorandum No104972-M.1/49-1 Development Department dated 28th November, 1950. p25 above

DEPUTY ASSISTANT SECRETARY TO GOVERNMENT
24 JAN 1951
DEVELOPMENT DEPARTMENT

I submit that the estimated profit of Rs. 2400/- indicated in the proposals submitted to Government was arrived at a on a very conservative basis taking into account the most adverse conditions which the silk market may have to face. It is considered that no serious apprehension should be entertained about the dearth of cocoons in the coming years in view of the fact that the Central Silk Board has been launching measures designed to expand Sericulture and ensure early attainment of self sufficiency in silk. The silk market is fairly steady now and there has been a good increase in the acreage under mulberry cultivation in our own State. In the circumstances, it would be reasonable to hope that not only will there be no dearth of cocoons in the coming years but the supplies of Cocoons will be more plentiful than in the past. The scheme may therefore be expected to prove highly remunerative and I therefore request that Government may be pleased to accord early sanction to the same.

for Director of Industries & Commerce

MNG:22.1.

Contd SL-52

Staff	Pm	24
1 Mason - 230	230	46
3 Tackle Asst @ R90	270	72
2 Foremen @ R45 each	90	44
1 Waterman @ R60	60	22
2 Asst Foremen @ R44	48	38
1 Artisan @ R80	80	24
1 LDC	45	22
1 Safety clerk	45	22
	868	290

Total for 1 month 1158 x6

for 6 months 6948

TA 550

7498

Working shifts.

for 6 months. $\frac{5,50\,200}{2} = 275\,100$

Total salary cost for 6 months

275,100 +
7498.

282,598 or

2,82600

138 ...

Department of Industries
and Commerce.

From:
The Director of Industries and Commerce, Cathedral P.O., MADRAS.6.

To:
The Secretary to Government, Development Department, Fort St. George, MADRAS.9.

37952

1951

No.4078/D1/49 dated 28th March, 1951.

Sir,

Sub: Industries- Sericulture- Government Silk Filatures- Kollegal- installation of Silk Power Looms- Proposals.

Ref: This office letter No.4078/D.1/49 dated 17.1.1951.

I invite reference to this office letter cited and request early orders of Government in the matter.

for Director of Industries and Commerce

MNG/29/3/-

Dev Dept. 39

M. Issue 33.07
12/4

Memo: 104972 MI/49.13 d. 11-6-57

Sub: Industries - Sericulture - G.S.F., Kollegal
Installation of Silk Power looms - proposals

Ref: From the Dte No. 4078 D1/49 d. 28.3.57

—x—

With reference to his letter cited the Dte is informed that the proposals for the installation of silk power looms will shortly be considered as a scheme for introduction during the current year.

To the Dte.

Development (MI) Department.

Sub: Industries - Sericulture - G.S.F. Kollegal - Experimental weaving section - Installation of powerlooms - Purchase of weaving and doubling machinery.

SUMMARY OF COST.

Major Head of account.	Minor and sub-head of account.	Ultimate cost		Cost in the year of introduction.	
		Recurring	Non-recurring.	Recurring.	Non-recurring.
		Rs.	Rs.	Rs.	Rs.
48a. Industries.	P. G.S.F., Kollegal.	5,69,000	1,00,000	2,84,600	1,00,000

EXPLANATORY NOTE.

The proposal is to purchase 20 powerlooms and to establish a weaving section in the Government Silk Filatures Kollegal. In G.O.3819 Dev. dated 19-7-48, Government sanctioned the installation of a silk twisting plant as an adjunct to the Government Silk Filatures, Kollegal and in pursuance thereof the D. I & C., placed orders with M/s Brady & Co., Madras for the plant. The D. I & C., has reported that Silk Twisting Plant has arrived and is being installed at the Filatures. The installation of powerlooms is a necessary corollary to the installation of the twisting plant as without the former, the latter cannot be put to effective use. Both these constitute integral parts of the scheme calculated to convert the raw silk now produced in the Filatures into silk fabrics and thus ensure a ready and profitable source of disposal of the production of the filatures. The Director reports that his proposal would also go a long way to overcome the far too often erratic fluctuations in the raw silk market and that the utilisation of a part of the production of the Filatures for conversion into fabrics will stabilise the financial position of the Filatures. He also reports that the scheme regarding the installation of powerlooms is expected to prove remunerative in the long run. The Government have

have already accepted in principle the proposal for establishing powerlooms with necessary accessories and incurring the expenditure therefor from the sum of Rs. ~~1¼~~ 1·25 lakhs, rendered surplus out of the expenditure sanctioned for the purchase of a silk twisting plant.

G O 3076 D 7-6-49 Pf 9-10 CF

The proposal involves a total non-recurring expenditure of one lakh of rupees on the purchase of ~~the~~ looms and accessories and a recurring expenditure of Rs.5,69,000 and a net profit of 2.4% on the capital outlay is indicated. Finance Department have agreed to the proposal of the D. I & C. As the cost involved in the above proposal exceeds Rs.10,000 per annum recurring, the case is placed before the S.F.C. for orders, whether the purchase of ~~the~~ powerlooms and installation and ~~the~~ establishment of a weaving section in the Govt. Silk Factories, Kollegal proposed by the D. I & C., may be sanctioned.

Pf 21-22

Circulated to all HHs.

Annexure.

1.	Budget provision under the major head of account 43. Industries.	Rs.2,10,74,700
2.	Actual expenditure under the ~~same~~ major head of account in ~~the~~ current year ~~to the end of~~ in the corresponding April 1950	Rs. 8,99,423.
3.	Estimate of extra expenditure on the scheme under consideration in the current year.	Rs. 3,84,600.
4.	Savings in the Budget provision for other items included in the major head.	Rs.
5.	Total commitment in the year under the major head of account of new schemes (not provided for in the budget) sanctioned since the beginning of the financial year upto the end of the month of June 51.	Rs. Figures may yet be available
6.	Total commitment in the year under all major heads (in the Rev. Section) on account of new schemes (not provided for in the budget) sanctioned since the beginning upto the end of the month of June 1951.	Rs.

Dev. (MI) Department.

NOTE FOR THE CABINET

Sub: Industries - Sericulture - G.S.F. Kollegal Experimental weaving Section - Installation of powerlooms - Purchase of weaving and doubling machinery.

The proposal is to purchase 20 powerlooms for the establishment of a weaving section in the Government Silk Filatures, Kollegal. The Government have already sanctioned the installation of a silk twisting plant as an adjunct to the Government Silk Filatures, Kollegal and in pursuance thereof the D. I & C. placed orders with Messrs. Brady & Co., Madras, for the plant. The D.I & C. has reported that Silk Twisting Plant has arrived and is being installed at the Filatures. The installation of the twisting plant as without the former, the latter cannot be put to effective use. Both these constitute integral parts of the scheme calculated to convert the raw silk now produced in the Filatures into Silk Fabrics and thus ensure a ready and profitable source of disposal of the production of the filatures. The Director reports that his proposal would also go a long way to overcome the far too often erratic fluctuations in the raw silk market and that the utilisation of a part of the production of the Filatures for conversion into fabrics will stabilise the financial position of the Filatures. He also reports that the scheme regarding the installation of powerlooms is expected to prove remunerative in the long run. The Goverhment have already accepted in principle the proposal for establishing powerlooms with necessary accessories and incurring the expenditure therefor from the sum of 1.25 lakhs, rendered surplus out of the expenditure sanctioned for the purchase of a silk twisting plant.

The proposal involves a total non-recurring expenditure of one lakh of rupees on the purchase of powerlooms and accessories and a recurring expenditure

36

expenditure of Rs.5,69,000 and a net profit of 2.4% on the capital outlay is indicated. The proposals were placed before the Standing Finance Committee and were accepted. They are now placed before the Cabinet for ratification.

4.8.87 OK 4807

Cen 1685

14/8

To all HHs ~~of HCH~~
" the Secy to H.E. the Governor
" the Chief Secy
" the Secy, Fiji Defence Force

V. N. Rajan,
INDIAN CIVIL SERVICE.

COLLECTOR'S HOUSE,
COIMBATORE.
(S. I. RY.)

SECRETARY TO GOVERNMENT
DEVELOPMENT DEPARTMENT
17 AUG 1951

Dated the 14th August, 1951.

90446

17 AUG 1951

My dear Lobo Prabhu,

I was in Kollegal recently and was sorry to see that power looms have not yet been installed. I believe there is a proposal pending with Government for the purchase of twenty power looms for the Government Silk Filatures at Kollegal.

I have been to Kollegal quite a few times and have been impressed with the excellent work done in the Silk Farm and in the Silk Filatures. I feel that any expenditure incurred on installation of power looms for the Silk Filatures will be a gilt-edged investment. By increasing production of high quality materials, it would not merely add to the profits of the Silk Filatures - it would enhance its reputation and lead in the long run to more and more business.

I do hope you will not think that I am unduly interfering; while I appreciate that this reference may be regarded as somewhat gratuitous, I would seek your good offices in obtaining early sanction to the installation of the power looms as I am convinced that such improvement will lead to enhanced prestige (as also increased profit) of the Silk Filatures.

Yours sincerely,

(V. N. RAJAN)
COLLECTOR

To
Sri J. M. Lobo Prabhu, I.C.S.,
Secretary to Government,
Development Department,
Fort St. George,
MADRAS.

Dev. (MI) Dept.

Sub: Industries - Sericulture - G.S.F. Kollegal - Experimental weaving section - Installation of powerlooms - Purchase of weaving and doubling machinery - Proposal of the D. I & C. approved.

Read:
G.O.Ms.3819 Dev. dated 19-7-1948
G.O.Ms.3076 Dev. dated 7-6-1949.
From the D. I & C. No.4078/D1/49 dt. 17-1-51.

G.O.Ms.No. 4025 Dated 8.5.51

In G.O.No.3819 Dev. dated 19-7-48 the Government sanctioned the installation of a silk twisting plant as an adjunct to the G.S.F., Kollegal for the production of twisted yarn. In G.O.No.3076 Dev. dated 7-6-49 the Government approved in principle the proposal of the D. I & C. to install at the Filatures twenty powerlooms with necessary accessories for dyeing, bleaching etc. and to incur the expenditure therefor from the sum of Rs.1.25 lakhs rendered surplus from the expenditure sanctioned for the purchase of a silk twisting plant. The Director was requested to submit detailed proposals with full financial implications. The D. I & C. has accordingly submitted proposals for establishing a weaving section with 20 powerlooms in the G.S.F. Kollegal. The establishment of powerlooms is stated to be a necessary corollary to the installation of a silk twisting plant, which is being installed at the Filatures, as without the former the latter cannot be put to effective use. Both these constitute integral parts of the scheme for conversion of raw silk produced at the Filatures into Silk fabrics, which will go a long way to stabilise the financial position of the Filatures and avoid losses on account of far too erratic fluctuations in the raw silk market. H.E. the Governor of Madras approves the proposal of the D. I & C.

2. H.E. the Governor of Madras sanctions the employment of the following staff for a period of one year from the date of appointment for work connected with....

with the weaving section.

One Manager (weaving) gazetted on Rs.230-410 p.m.

Three Textile Assistants on Rs.290-120 each p.m.

Two Foremen on Rs.45-75 each p.m.

One warper on Rs.60-80 p.m.

Two assistant Foreman on Rs.24-35 each p.m.

One Accountant on Rs.80-110 p.m.

One Storekeeper on Rs.45-75 p.m.

3. H.E. the Governor sanctions a recurring expenditure of Rs.1,38,200/- (Rupees one lakh ~~and~~ thirty eight thousand and two hundred) only towards working expenses and a non-recurring expenditure of Rs.1,00,000/- (Rupees one lakh) only towards the purchase of machinery as detailed in the Annexure to this order.

4. ~~Necessary provision will be made in the B.E. for 1951-52 under~~ "43. Industries and Supplies - a.Industries - P.Government Silk Filatures, Kollegal". ~~The A.G. is requested to admit the expenditure in audit pending provision of funds.~~

Pending approval by the legislature the expenditure will be met initially from an advance taken from the contingency fund and orders in regard to this will be issued separately from the Fin. Dept. The expenditure will be finally debited to

To the D. I & C.
" A.G. thro' Finance
Copy to the Collector of Coimbatore
S.C. 2 in Fin. F.
C.B entry 1-2-52
for obtaining supplementary estimate.
CB No. 123(5)

(Annexure .....

M C P F

Annexure.

Detailed estimates for installation and working of 20 powerlooms at the Govt. Silk Filatures, Kollegal.

1. Building, plant and machinery.

1. Site		nil
2. Buildings		nil

Note: The existing buildings at the Govt. Silk Filatures will be made use of.

3. Water supply and electrical installations.

A. Water supply extensions.		Rs.	5,000
B. Electrical installations relating to looms dye section and a portion of the twisting machinery proposed to be purchased locally	L.S.		8,000
4. Erection of machinery	L.S.	Rs.	5,000
5. Furniture and Fixtures	L.S.	Rs.	2,000

6. Machinery.

Note The cost of twisting machinery ordered through M/s. W.H. Brady & Co., and also of local twisting machinery proposed to be purchased has not been included in the estimate.

Weaving Section.

(a) Powerlooms 56" to 60" reed space of 120s with drop box and dobbies including electric motor etc. at Rs.3,000 each.	60,000
(b) Warping machine	3,000
(c) Pirm winding machine - 1 No.	4,000

Dye Section.

(a) Wooden tubs or vats and copper vats	3,500
(b) Hydro extractor - 1 No.	2,000
(c) Electric sewing machine, electric iron etc. L.S.	1,500
	94,000

Miscellaneous machinery equipment.

(a) Shuttles, healsds, reeds etc.	L.S.	Rs.	3,000
(b) Electric motors for dye vats winches hydro extractor etc.	L.S.	Rs.	2,000
(c) Unforeseen expenditure	L.S.	Rs.	1,000
			6,000
GRAND TOTAL		Rs.	1,00,000/-

p.t.o.

42

		Rs.
I.	Cost of raw materials.	
	1. Cost of raw silk- Nil (Raw silk produced in the filature will be utilised.)	
	2. Cost of dye stuffs and Chemicals	7,500
	3. Cost of gold and silver lace.	75,000
2.	Wages including Dearness Allowances.	
	(1) Wages including D.A. at Rs.1-4-0 per day for 28 workers working in both shifts. Amount per annum of 300 working days.	10,500
	(2) Piece work wages to workers:- for designs on dobby at 8 annas a yard for plain cloth at 4 annas a yd. Assuming 50% as plain and 50% as designed laced cloth	
	36,000 yds. at 8 annas 18,000	
	36,000 yds. at 4 annas 9,000	
	-------	27,000
3.	Motive Power. about 30 H.P. 25 K.W. L.S.	2,000
4.	Other charges.	
	(1) Steaming charges at Rs.100 p.m.	
	(2) Repairs, renewals at Rs.200/- p.m.	
	(3) Mis. stores cotton, great oil etc. at Rs.50/- p.m.	
	(4) Stationery, advertisement, agency Commission etc. at Rs.1000/- p.m.	16,200
	Total recurring charges	1,38,200/-

2487

2785

THIRD ASST. SECRETARY TO GOVERNMENT
23 OCT 1951

43

Department of Industries and Commerce.

From:
SRI M.T. RAJU BAR-AT-LAW, I.C.S.,
Director of Industries and Commerce,
Cathedral P.O., MADRAS.6.

To:
The Secretary to Government,
Development Department,
Fort St. George, Madras
MADRAS.9.

No.4825/D1/49 dated 19th October, 1951. 115057

Sir,

Sub: Industries- Sericulture- Government silk filatures- Kollegal- Experimental weaving section- Installation of Power looms - Purchase of weaving and doubling machinery- regarding.

Ref: G.O.Ms. No.4025 Development dated 8th September, 51.

It would appear from para 1 of the G.O. cited above, that the non-recurring expenditure of Rs. 1,00,000/- sanctioned therein for the purchase of 20 power looms will have to be met from out of the sanction of Rs. 3,75,000/- accorded in G.O.Ms. No.3819 Development dated 19th July, 1948 for the purchase of twisting plant as originally proposed in this Office letter No.186/D1/49 dated 1-3-1949. In this connection, I invite Government's kind reference to this office letter No.186-D1/49 dated 23rd September, 1949 in which I had explained that on account of the devaluation of the Rupee in terms of American Dollars by 30 per cent, the cost of the twisting plant in Rupee value ordered from the United States of America would be increased by 30 per cent and that consequently it would not be possible to meet the expenditure on the purchase of power looms from the sanction of Rs. 3,75,000/-. Reference to this letter was also made while submitting detailed proposals in this office letter No. 4078-D1/49 dated 14-10-49 for the purchase of 20 powerlooms for the Government silk Filatures, Kollegal.

In the circumstances stated above, I request that Government may be pleased to make it clear that the sanction accorded in the G.O. cited is independent of the sanction accorded in G.O.No. 3819 Development dated 19-7-1948, so as to avoid a possible audit objection at a later date.

V.S. Rajaraman.
For Director of Industries and Commerce

MNG/19.10.

20/10.

W 22/11 Fin 43/ Dev Dept

Memo: 115057 M I/57. 2 dt

Sub: Industries - Sericulture - Govt. Silk Filatures at Kollegal - Experimental weaving Section - Installation of powerlooms - Purchase of weaving and doubling machinery - Clarification of G.O. issued.

Ref - Geo.(Ms) 3819 Dev d. 19.7.48
Geo.(Ms) 3076 Dev d. 7.6.49.
Geo.(Ms) 4025 Dev d. 8.9.57.
From the Dirte No 4825/Di/49 d. 19.10.57.

— x —

~~In the Government Order read as stated by the Director in the above letter, it is hereby made~~ The Dte is informed clear that the sanction accorded in Geo.(Ms) 4025 Dev d. 8.9.57 for the purchase and installation of powerlooms and other ~~to weaving and doubling~~ machinery ~~for this section~~ at the G.S.F., Kollegal is independent of the sanction accorded in Geo.(Ms)3819 Dev dated 19.7.48 for the installation of Silk Twisting Plants.

Dev 24/11 Concd 23/4

To The Dirte of Indus. Thro' Fin Deptt

Dev 1.XI.57 dt 21/11/57

Note. The Dirte's letter at p. 1 C.F. requires revised draft memo is submitted for approval.

Fin may see for remarks before issue

Dev 1.XI.57 dt 21/11/57

Dev no 115057 M I/57-1 dt 2. 11. 57

Finance (Exp.B).

In G.O.No.3819, Development, dated 19-7-48, sanction was accorded to an expenditure of ~~Rs.3.75~~ Rs.3.75 lakhs for the installation of a Silk Twisting

SECRETARIAT 80776 NOV 1961 REVENUE DEPARTMENT

Plant at the Government Silk Filatures, Kollegal. In March 1949, the Jt.D.I.& C. reported that a saving of Rs.1.25 lakhs was anticipated from the above amount and requested that it might be utilised for the installation of a Weaving Plant. The proposal was approved in principle in G.O.No.3076, Development, dated 7-6-49 and the D.I.& C. was asked to submit detailed proposals furnishing the recurring cost involved. In October 1949, the D.I.& C. submitted detailed proposals in this regard and they were sanctioned in G.O. No.4025, Development, dated 8-9-51.

2. The D.I.& C. has now reported that it appears from para 1 of G.O.No.4025, Development, dated 8-9-51 that the expenditure of Rs.1 lakh sanctioned in the G.O. for the purchase and installation of the weaving machinery should be met from the amount of Rs.3.75 lakhs sanctioned for the installation of a Silk Twisting Plant. The Director has drawn attention to his letter dated 23-9-49 in which he had reported that the saving of Rs.1.25 lakhs anticipated from the amount of Rs.3.75 lakhs sanctioned for the Silk Twisting Plant would not materialise on account of the devaluation of the rupee in relation to the dollar. The Director has therefore requested that, in the above circumstances, it may be made clear that the sanction accorded in G.O.No.4025, Development, dated 8-9-51 is independent of the sanction accorded in G.O.No.3819, Development, dated 19-7-48. Development support the proposal. Finance may agree.

3. The draft Memo. below may be accepted, subject to the amendment indicated in pencil.

10.4-51 10/11/51

Dev(MI)Dept. 121237

Fin lr. 8077 b (2)/51-1

12.11.51

NOV 1951

The draft memo as amended by Fin. may now issue

19/XI/51 19/11/51

21/11/51

4/Dev (DI) Dept

C.No. 104972/49

Sub: Industries - Sericulture - Govt Silk Filatures, Kollegal - Experimental weaving section - Installation of powerlooms - Purchase of weaving and doubling machinery - Proposals.

Ref: 1. Letter from the DJ&C No 4078 DI/49 dated 14-10-49
2. Issued as Memo No 104972 DI/49-1 dated 19-11-49
3. Letter from the DJ&C No 4078 DI/49 dated 12-1-50

Please see the letter from the DJ&C and enclosures cited 1st to 7th cf, the memo at 9th cf and the Director's reply at 13th cf.

For the G.O.MS.No 3076 Dev dated 7-6-49 while sanctioning the continuance of the experimental weaving section in the G.S.F Kollegal for a further period of one year the Govt approved in principle the proposal of the DJ&C to install twenty powerlooms with necessary accessories for dyeing, bleaching etc and to incur the expenditure therefor from the saving Rs 1.25 lakhs rendered surplus from the expenditure sanctioned for the purchase of a silk twisting Plant in the G.O.MS No 3619 Dev dated 19-7-48 As the Director had not indicated the exchequer recurring cost involved in the maintenance of the powerlooms he was also asked to submit detailed proposals in that regard with full financial implications, for the approval of the Govt.

Accordingly the Director submitted his detailed proposals for the with full financial implications involved for the installation of 20 powerlooms with the necessary accessories vide his letter cited 14-10-49 1st cf.

From the proposals it was observed that the scheme involved a total non-recurring expenditure of Rs 1,00,000 on the purchase of 20 powerlooms and other necessary accessories and a recurring expenditure of Rs 5,65,200. The scheme was calculated to give a profit

anticipated is Rs 42,800 per annum and deducting depreciation, interest on capital outlay, audit and direction fees on the approved rates, a net profit of Rs. 6,700 per annum, which works out at 6.2% on the Capital outlay could be anticipated. In view of the fact that As the scheme involved such a large expenditure, though to Govt remunerative in the long run, his the Govt's Memo dated 19-11-49 the Director was addressed drawing the attention of the Director on para 1 to the instructions issued in the Fin Memo. No 57293 A/P W R-3 dated 12-10-49 and he was asked to show justify state how the scheme involving such a large expenditure is justifiable in the present financial Condition stringency of the province and why the scheme should not be postponed for the present. His reply at P. 13 C/f may be ~~at P. 12 C/f~~ perused.

2. The Director states that as orders have already been placed with M/s Boardy and Co., Madras for the supply of the fabricating plant, paying an advance of Rs 1,18,460 to the firm, the receipt of which is expected with in the current financial year, the installation of power looms is a necessary Corollary to the installation of the twisting plant as without the former, the latter cannot be put to effective use. As both these two machineries constitute integral parts of the scheme of Converting the raw silk now produced in the G.S.F into silk fabrics and thus ensure a ready and profitable source of disposal of the production of the filatures the Director considers that the installation of power looms will not only overcome the fairly too often erratic fluctuations in the raw silk markets but also will stabilise the financial position of the filatures as the since the scheme is expected to prove remunerative in the long run remunerative. The Director in this Connection it may also be added that on the stern demand of M/s Boardy & Co, Madras the other half of the price of the twisting plant to be paid

E II

49

5

after receipt of the machinery has been ordered to be paid even before the receipt. The Director therefore requests the Govt to sanction a sum of Rs1,00,000 towards non recurring expenditure and Rs 5,65,270 towards the recurring expenditure on the establishment of the weaving section in the G.S.F, Kollegal consisting of 20 power looms with necessary accessories.

7-4 F.I

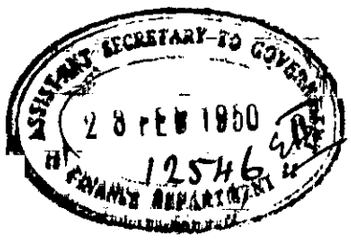
from 3 as p.c.f

In the circumstances stated above it is for orders whether this Deptt may accept and support ~~the undertaking the~~ a lump sum income and sanction the expenditure as required by the Director at present as suggested by the Director. After orders are passed the file may be sent to F for remarks

Ub 21/2/50

21/2/50 Ub 20.2.50.

Ref. No. 104972 DI/49-3
22.2.50



Finance(E-II).

The file relates to the D.I & C's proposal to sanction the purchase of 20 power looms and to the establishment of an experimental weaving section in the Govt. Silk Filatures, Kollegal. In view of the reasons given by the D.I & C., in his letter at p.13 CF., Development support the proposal.

The financial effect of the proposal is as below:-

	(Average) Pay. Rs	Dearness allowance Rs	Total p.m. Rs
I. RECURRING--			
(a) STAFF--			
Pay of officers--			
Manager(Weaving) - Gazetted (230--430)	334.0	58	392
Pay of Establishment--			
3 Textile Assistants on Rs 90-120	324.9	81	405.9
2 Foremen on Rs 45--75	126.6	48	174.6
1 Warper on Rs 60--80	76.3	24	100.3
2 Asst. Foremen on Rs 24--35	61.2	38	99.2
			Rs 1172

	Average Pay. Rs	D. A. Rs	Total p.m. Rs
			B.F. 1172
Ministerial--			
1 Accountant on Rs 80--110	101.0	26	127
1 L.D. Clerk on Rs 45--75	63.3	24	87.3
1 Sales Clerk on Rs 45--75	63.3	24	87.3
	1150.6	323	1473.6
Cost per annum ..	1473.6 x 12 = 17683.2		or Rs 17,700 (roundly)
Cost of staff			17,700
Travelling allowa			1,100
(b) Working Expenses--			
Cost of raw materials .. (details in item III on p.6 CF)			4,94,500
Wages (details in item IV on p.6 CF)			37,500
Motive power			2,000
Other charges (details in item VI on p.7 CF)			16,200
			5,50,200
TOTAL (Recurring) Charges			5,69,000

II. NON-RECURRING--

Water supply extensions	5,000
Electrical installations	8,000
Erection of machinery	5,000
Furniture and fixtures	2,000
Weaving Section	67,000
Dye Section	7,000
Miscellaneous machinery	6,000
(for details pl.see on p.5 CF)	
Total - Non-Recurring.	1,00,000

III. RECEIPTS--

Gross Receipts .. (By sale of 72000 yds. of production cloth)		6,08,000
Total Recurring Charges ..		5,69,000
Gross Profit ..		39,000 p.a.
DEDUCT--		
(1) Depreciation at 7½% on Rs 1,00,000	7500	
(2) Interest on capital outlay at 4%	4000	
(3) Interest on working capital of Rs 5,65,200 @ 4%	22608	
(4) Audit & direction fees	2500	
	36608	or 36,600 (roundly)
Net Profit ..		2,400
i.e., Percentage return on capital outlay =	2.4%	

3/ The necessity for the starting of a power-loom-weaving section in the Govt. Silk Filatures is explained in detail in the D.I & C's letter, on pp.5-7 CF. of G.O. 3076 Dev., dated 7-6-49, and again at p.13 CF. The Govt. have already accepted in principle the proposal for the installation of 20 power-looms with necessary accessories and to incur the expenditure therefor from the sum of Rs 1.25 lakhs rendered surplus from the expenditure sanctioned for the purchase of a silk twisting plant, in G.O. Ms. 3819 Dev. dated 19-7-48.

Further, the details of expenditure and anticipated receipts indicate a net profit of 2.4% for the Govt. on the capital outlay.

In the circumstances, Finance may agree to the proposals, subject to orders being taken in circulation including H.M(Fin), specifically in regard to the essentiality of the scheme for introduction now when there is an acute financial stringency prevailing.

4./ The staff proposed is stated to be the minimum essential for working the new Weaving Section without impairing the efficiency and may be generally agreed to, subject to the following remarks:-

(a) Warper (Rs 60--80). It is not known on what basis the D.I & C. has suggested a scale of Rs 60--80 for this class of worker. It may be mentioned in this connection, that Assistants in the Govt. Handmade-Paper Section were paid in the scale of Rs 60-4-80. (It is presumed that the scale was proposed for the Warper is the same) Development may be requested to call for further particulars from the D.I & C. regarding the qualifications required for the post of Warper in the Govt. Silk Filatures and that for Assistants in the Govt. Handmade-Paper Mills and to examine the suitability of the scale proposed for Warpers.

(b) Lower Division Clerk(Rs 45--75). The Govt. scale for L.D. Clerks is Rs 45--90. The scale, suggested by the D.I & C. for this post is that applying to Storekeepers in the Govt. Silk Filatures, Kollegal.

6/52

To avoid a misunderstanding, this department may suggest that the post may be straightaway designated as "Storekeeper". MM 6/3/50 B

(c) Sales Clerk (Rs 45--75). There do not appear to be any other posts of Sales Clerks in the Industries Dept. The nature of work proposed to be entrusted to this Sales Clerk is not known. Unless stronger grounds are adduced in support of the proposal to appoint a Sales Clerk at this stage in the Weaving Section, Finance would advise against it. C MM 6/3/50

5/ The other items of recurring expenditure, which appear to be based on the actual requirements for the working of the section do not call for any special remarks. A 6/3/50 MM 6/3/50

The bulk of the recurring expenditure represents the cost of raw silk & other materials.

6/ The details for the Non-Recurring expenditure of Rs 1,00,000 will be found at p.5 CF. No expenditure is to be incurred on account of site and buildings as the existing buildings at the Govt. Silk Filatures will be made use of. The other detailed items are not susceptible of check and may be allowed to stand, subject to the remark that the D.I & C. should be asked to keep down the expenditure on these items to the absolute minimum required for running the section efficiently. A 6/3/50 MM 6/3/50

7/ Financial Procedure. The expenditure involved should be treated as on a "New Service" and the case placed before the S.F.C. and the Cabinet. A supplementary estimate of expenditure would also have to be got authorised by the Legislature. Z A 6/3/50

Kh 1-350 1350

In the circumstances stated by the Dir. of Ind. & Commerce on p.13 c.f., the present proposals may be generally accepted subject to the remarks above. The full complement of the staff proposed will not have full work in the beginning. The Dir. may be asked to employ the staff as & when the necessity arises, the staff proposed being regarded only as the maximum staff to be employed.

Kro' EXP B 3350 EXP C 3350

A 6/3/50 D/S. MM 6/3/50 Dec

1902

Refer to note at p.3 ante & p.6 ante

GOVERNMENT MM 6/3/50 7 MAR 1950 Fin (Gen) No 1254 6-3-50

Dev (DI) Deptt

To A.S

Notes & Fin proposals 3 above may be perused. As regards the points A, B & C on pp 5-6 above raised by Fin the DI&C may be consulted in the first instance. Subject to orders a draft Memo which is self explanatory is submitted below for approval.

15/3/50 16.3.50

16351

PP 15-16 cf
PP 19-20 cf

[Issued as Memo. no: 104972 DI/49-4 Dtd. 29/3/50
[From the D.I. & C., Madras letter no. 4078-DI/49 D. 29/3/50]

Please see the reply from the D.I. & C., at PP 19-20 cf to this department's Memo. at PP 15-16 cf. The points raised by Finance at A, B and C on PP 5-6 above are examined below in Consultation with the D.I. & C :-

See (a) in Fin notes on P. 5 above

(a) Warper (Rs 60-80) :- As two important and specialised duties of warping and designing mentioned at X on Page 19 cf have been attached to the post of warper the D.I. & C has suggested a scale of pay of Rs 60-80. No ad hoc rules were framed for Assistants in the Hand-Made Paper Section and it is also understood that the Hand-Made paper units have since been abolished. The D.I. & C considers that for the sake of uniformity the time scale of the posts of warper may also be fixed as Rs 60-4-80. This may be accepted in this dept. for orders.

X on P. 19 cf

ascertained from Dept (DII)

K on P. 19 cf

(b) Lower Division clerk :- The D.I. & C has no objection to the designation of the L.D clerk being changed to store-keeper but suggests that the pay of the post may be

See (b) in Fin notes on PP 5-6 above

P on P 19 cf

54

fixed as Rs 45-90 instead of Rs 45-75 as originally proposed. Submitted that if the pay of the post is fixed as Rs 45-90 there is no need to change its designation to Store-keeper. As the Director says that the L.D. clerk is intended to cope with the Correspondence ~~clerk~~ work this dept. may sanction a L.D. clerk on Rs 45-90. For orders.

P on P. 19 Cf

N on P. 19 Cf

Clerk 9550 N.

(c) Sales clerk :- For the reasons stated at 2 on pp 19-20 the D.I.L.C requests that a Sales clerk maybe sanctioned in order that the post may be in line with the scale of pay of similar clerical posts. The Director also requests that the pay of the Sales clerk may be fixed in the scale of Rs 45-90. This dept. may agree. For orders.

L on P. 20 Cf

Clerk 9537 M.

After orders are passed the file maybe sent to Finance.

8/5/50.

Clerk 9537

Fin. Dev. U.O. 10497 2 DI/49
10-5-50

(Precis Finance notes at pp 3-6 abve) Finance (Ex)

The D I & C's reply at pp 19-20 Cf and Dept's subsequent note from the middle of p. 7 abve may be perused.

A. p 5 abve 2/ In the circumstances explained in para 1 (1) on p 19 Cf Finance may agree to the Warper being paid in the scale of Rs 60-4-80 suggested by the D I & C.

Fin (EX) 1

B. pp 5-6 abve 3/ The proposal of the D I & C to pay the L.D. Clerk in the scale of Rs 45-90 instead of in the scale of Rs 45-75 proposed originally appears to be an after thought and need not be agreed to. Finance may advise that the post may be designated as 'Store Keeper' and that the scale of pay be fixed at Rs 45-75

The person designated as Store keeper can continue attend to Dev. work as well as that of L.D. Clerk

C. p 6 abve 4/ The D I & C has forwarded for the appointment Para 1 (3) + pp

ASSISTANT SECRETARY TO GOVT. FINANCE DEPARTMENT
1 MAY 1950
33941 EX

of a Sales clerk also, for the reasons given at Z on pp 19-20 CF.

3. It is submitted that, as a Store Keeper is to be employed, who will be available for attending to the sales, in the 'Show-room', there seems to be no need to appoint a whole-time Sales-clerk also. However, if in the actual working of the Weaving Section it is, later on, realised that a whole-time Sale-clerk is necessary, the D.I.&C. may come up to the Govt. Finance may advise that, for the foreseit, the employment of a whole-time Sales-clerk is not necessary.

The D.I.&C. has not adequately explained the need for a full time Sales clerk. He may be asked to work with the Store Keeper for some time & then a Sales clerk if found necessary could be appointed.

5/ With the above remarks the case may be returned to Development.

16550

27 MAY 50

DEVELOPMENT DEPARTMENT

44663 Fin

18/5/50 Dev.

Development Department.

Summarising note.

This file deals with the proposal of the D. I & C., for establishing a weaving section with 20 power looms in the Government Silk Filatures at Kollegal. The establishment of power looms is stated to be a necessary corollary to the installation of a silk twisting plant already sanctioned, as without the former the latter cannot be put into effective use. Both these consititute integral parts of the scheme for Conversion of raw silk produced at the filatures into silk fabrics. The Government have already accepted in principle the proposal for establishing powerlooms with necessary accessories and incurring the expenditure therefor, from the sum of Rs.1¼ lakhs rendered surplus out of the expenditure sanctioned for the purchase of a silk twisting plant.

2. The financial effect of the proposal is shown below:

I. RECURRING	Average pay Rs.	Dearness allowance. Rs.	Total p.m. Rs.
(a) STAFF -			

p.t.o.

	Average Pay Rs.	Dearness allowance Rs.	Total p.m. Rs.
(a) STAFF			
Pay of officer			
Manager (Weaving) Gazetted (230-410)	334.0	58	392
Pay of establishment			
3 Textile Assts. on Rs.90-120.	324.9	81	405.9
2 Foreman on Rs. 45-75	126.6	48	174.6
1 Warper on Rs. 60-80	76.3	24	100.3
2 Asst. Foremen on Rs.24-35.	61.2	38	99.2
Ministerial			
1 Accountant on Rs. 80-110	101.0	26	127
1 L.D.Clerk on Rs. 45-75.	63.3	24	87.3
1 Sales Clerk on Rs.45-75	63.3	24	87.3
	1150.6	323	1473.6
Cost per annum	1473.6 x 12 = 17683.2		or 17,700 (roundly)
Cost of Staff			17,700
Travelling allowance			1,100
(b) Working Expenses --			
Cost of raw materials (details in item III on p.6 c.f.)			4,94,500
Wages (details in item IV on p.6 c.f.)			37,500
Motive power			2,000
Other charges (details in item VI on p.7 c.f.)			16,200
			5,50, 200
Total (Recurring) Charges.			5,69,000
II. Non-Recurring --			
Water supply extensions			5,000
Electrical Installations			8,000
Erection of machinery			5,000
			18,000

II. Non-Recurring (contd.) --

	18,000
Furniture and fixtures	2,000
Weaving Section	67,000
Dye Section	7,000
Miscellaneous machinery (for details pl. see on p.5 c.f.)	6,000
Total non-recurring.	1,00,000

A

III. RECEIPTS -

Gross Receipts .. (BY sale of 72000 yards of production cloth)		6,08,000
Total recurring charges ..		5,69,000
Gross Profit.		39,000 p.a.

DEDUCT --

(1) Depreciation at 7½% on Rs. 1,00,000 ...	7500	
(2) Interest on capital outlay at 4% ..	4000	
(3) Interest on working capital of Rs.6,65,200 at 4%	22608	
(4) Audit and direction fees	2500	
	36608	or (-) 36,600 roundly)
Net profit		2400
i.e. percentage return on capital outlay. - 2.4%		

M

It will be seen that the proposal involves a total non-recurring expenditure of one lakh of Rs. on the purchase of the looms and accessories and a recurring expenditure of Rs. 5,69,000 and that a net profit of only 2.4% on the Capital outlay is indicated.

3. The following staff are proposed to be employed by the D. I & C. for working the new weaving section.

One Manager on Rs. 230-410

Three Textile Assistants 90-120 each.

Two Foremen 45-75 each.

One warper 60-80

Two Assistant Foremen on Rs.24-35 each.

One Accountant on Rs. 80-110 each

One L.D.Clerk on Rs. 45-75 or 90

One Sales Clerk on Rs. 45-75 or 90.

Finance Department have agreed with this Department to allow

allow all the above staff on the scales of pay noted against each except ~~in the case of~~ the L.D.Clerk and Sales Clerk.

4. As regards the L.D. Clerk the scale of pay originally proposed by the D. I & C. is Rs.45-75. As the scale of pay for L.D.Clerk's post is Rs.45-90 and the store keepers in the Govt. Silk Filatures at Kollegal are allowed a scale of pay of Rs.45-75, ~~Fin have~~ Finance have suggested that the proposed post may straightaway be designated as Storekeeper. The D. I & C. while offering his remarks ~~i~~ on this suggestion has stated that the incumbent is intended to cope with correspondence as distinct from the work of a Storekeeper and that he has no objection to designate the post as Storekeeper and suggested that the pay of the post may be fixed as Rs.45-90 instead of Rs.45-75 as originally proposed. ~~There upon this Department have held the view that a L.D.Clerk's post on Rs.45-90 may be sanctioned, as its incumbent has to attend to correspondence work also.~~ Finance are however of the opinion that a Store keeper's post on Rs.45-75 will do for the purpose as a storekeeper can also attend to correspondence work. Finance view may be agreed to and a Storekeeper's post on Rs. 45-75 may be sanctioned. For Orders.

31.550

5. Regarding the sales clerk the D.I & C originally proposed a scale of pay of Rs.45-75 only. The fact that sales clerk's post do not exist in the Industries Department was taken to his notice and he was asked to explain in detail the need for the post. He replied that the sales clerk is intended to look after the sale of silk fabrics in the show room for which a whole time servant is required and that the sales clerk may be allowed a L.D.Clerk's scale of pay of Rs.45-90. ~~This department have agreed with the D. I & C. to sanction a sales clerk on Rs.45-90.~~ But Finance are of the ~~xx~~ view that there is no need for a full time sales clerk and that the Storekeeper can carry on the sales for some time. They have also pointed out that the D. I & C. may come up for a sales clerk's post if and when found absolutely essential. Finance view may be agreed to and the post of the Sales Clerk need not now be sanctioned. For orders.

31550

6. Compared to the large capital to be invested in the scheme, the profit estimated is very small. It is for consideration whether the proposal to establish a new weaving section at an approximate cost of Rs. ~~1,50,000/-~~ 1 lakh non-recurring & Rs 5,69,000 recurring may be sanctioned now when there is acute financial stringency, in view of the fact that the scheme is expected to be remunerative in the long run, and that a net profit of 2.4 % on the capital outlay of Rupees one lakh is indicated; if so, whether the case may be placed before the S.F.C. and Cabinet and a supplementary statement of expenditure may be got authorised by the Legislature in due course.

The case may be circulated to H.M.(Ind) and H.M.(Finance).

8/ 31/9/50 31/5/50

The Government Silk Filatures, Kollegal is now producing raw silk from cocoons. The proposal in this file is to purchase 20 power looms and to establish a weaving section in the Govt. Silk Filatures.

(1) What is the extra cost involved in this proposal?

(2) Is there not a dearth of cocoons now, and if so will there be immediate work for the looms, if they are installed?

(3) Examine the net profit on the capital out-lay now proposed on the purchase of the looms.

CKB 5/5/50

Items (1) and (3) above:— Excluding the value of raw silk produced by the filatures viz. Rs.3,50,200, the extra cost involved in the proposal is Rs. 1,00,000/- non-recurring and Rs. 5,69,000/- — 3,50,200 or Rs. 2,18,800/- recurring.

This may also be verified from the Dept CKB 7/6/50

The ...

The capital outlay on the scheme should include the value of silk produced by the Filatures and utilised for the production of silk fabrics. It is therefore submitted that there may not be any change in the net profit as estimated by the Director of Industries and Commerce.

Item (2) on p/3 above. - The Director of Industries and Commerce may be consulted on the question. A draft memo is submitted for consideration.

8/6/50 6/5/50. 7/6/50

(Issued as Memo. No. 10497 2 NG/49-7 Dev Dt. 7.6.50) P.21 cf.

From the D.I & C. letter No. 4078 DC/49 Dt. 7.3.50. P 23 cf.

To A.S.

The summarising notes from p. 9 above, the memo. on p. 21 cf and the letter from the D.I&C. at p.23 cf. may be perused.

2. For the reasons stated in para 1 of his letter at p. 23 cf. the Dir. reports that there will be sufficient cocoons for the production of silk required to work all the looms to be installed. The Dir. also states that the present cost of production of silk at G.S.F., Kollegal works to about Rs. 55/- per lb. and considers that the cost of production will come down to Rs. 40/- per lb. when conditions return to normal. ✓ para 1 at p. 23 cf. ✓ para 2 at p. 23 cf.

3. It is also pointed out by the Dir. that the extra cost that will be involved at the G.S.F., Kollegal on account of the establishment of the weaving Section will be Rs. 1.53 lakhs recurring and Rs. one lakh non-recurring. In his letter at P. 1 cf, the Dir. reported that the recurring expenditure will be Rs. 5.65 lakhs. As this figure includes a sum of Rs. 4.12 lakhs towards the purchase of raw silk which will not be incurred in view of the fact that the raw silk is taken only from the Filature stocks, the recurring expenditure will be only 1.53 lakhs. ✓ para 3 at p. 23 cf.

4. The full complement of the two steeping plants ~~(because away see cf for reasons)~~ yet have not been established. It is not known

No R10

when the plant will actually be installed and after installment when the plant will be worked successfully. There is therefore no hurry in setting up the power loom section. It seems to be desirable to consider the proposal for installing power looms after the results of the working the twisting plants are known. Further it is very doubtful whether the normal conditions will be restored soon as expected by the DIC and the cost of silk produced at the filatures will be brought down to Rs 40 per lb. Prices in Japan & Hongkong are offering filature silk at Rs 20 per lb. In this circumstances it is for consideration whether the scheme may not be postponed to the next year. The remarks of Dir of Agriculture enclosed.

Jin
16/9/50

Dev. No 104972 Mi/49-9
16.9.50.

(Last seen in 7in. at pp 8-9 above)

7in (F II)

The summarising note of Dept. at pp 9-14 above, the correspondence at pp 21-23 Cf, and the note of Dept at pp 14-15 above may be perused.

2 In the circumstances stated in Dept's note at pp 14-15 above, and in view of the existing financial stringency, this Dept may agree with the views of Dept that the scheme may be postponed to the next year.

Jin No 80438 Eii/50
5/10/50

7in/57x/5

Jin
41050
7x5

7in/57x/5 Dept.

101572 Mi/50
7 Cont

ASSISTANT SECRETARY, FINANCE DEPARTMENT
18SEP1950
80438
GOVERNMENT OF MADRAS

Lab 62

Development Deptt.

To A.S.

This file relates to the proposal of the D.I.& C. for the establishment of a weaving Section with 20 Power-looms in the Govt. Silk Filatures at Kollegal. The establishment of powerlooms is stated to be a necessary corollary to the installation of a silk twisting plant already sanctioned, as without the former the latter cannot be put into effective use. Both these constitute integral parts of the scheme for the conversion of raw silk produced at the filatures into silk fabrics. The Govt. have already accepted in principle the proposal for establishing powerlooms with necessary accessories and incurring the expenditure therefor out of the sum of Rs. 1¼ lakhs rendered surplus in the expenditure sanctioned for the purchase of a silk Twisting plant. The proposal involves a total non-recurring expenditure of one lakh of Rupees on the purchase of the looms and accessories and a recurring expenditure of Rs. 1.53 lakhs and a net profit of 2.4% on the capital outlay is indicated.

B'ore f 12 ci

'K' ante ¶ of (P)

para 3 ante 2 3 4.

2. The D.I.& C. reports that there will be sufficient cocoons for the production of silk required to work all the powerlooms to be installed. The Dir. also states that the present cost of production of silk at G.S.F., Kollegal works to about Rs. 5.5/- per lb. and considers that the cost of production will come down to Rs. 4.0/- a lb. when conditions return to normal. It is however suggested that the proposal for the establishment of weaving Section may be postponed to the next year as the full compliment of the twisting plants have not yet been installed and as it is very doubtful whether the normal conditions will be restored soon as expected by the D.I.& C. Finance also agree with the above view and suggest that in view of the financial stringency, the scheme may be postponed for the next year. For orders whether the D.I.& C. may be

para 1 ante 2 3 4.

para 2 ante 2 3 4.

'A' ante 15 ante

'M' ante 15 ante

E II 63

35/U/o informed accordingly. ~~Sd/- Draft order is submitted below for necessary orders.~~

12.10.50 12.10.50

12.10.50

Rs. 100/-

The proposal of the Dte may be passed

14/X

SECRETARY TO GOVERNMENT
10 OCT 1950
DEVELOPMENT DEPARTMENT

To DS.

The proposal to establish a new weaving section at the Govt Silk Dilatures, Kollegal involves a cost of 1 lakh non-recurring and Rs 69,000 a year recurring and a net profit of Rs 2400 per annum 2.4% on the capital outlay of Rs 1 lakh is indicated. According to the instructions issued in GO. No. 713 Dev dt 20.7.50, only those schemes which will involve very little recurring expenditure and which are considered to be really and immediately essential for the proper running of the dept should be considered as Part II schemes and in regard to remunerative schemes those which will result in a net revenue even in the first year may however be proposed. The scheme in this file falls under the latter category and may therefore be considered as a Part II scheme for 1951-52. The remarks of Dir may be invited.

Dir

Dev Sec 106972 dt/4-10-50
30 Copies

Q.H.46.
9 OCT 1950

Part II scheme for 1951-52

(Finance last saw on p 15 above)

The file deals with the proposal to establish a weaving section with 20 power looms in the Govt. ~~Silk~~ Filatures at Kollegal which involves a cost of Rs 1 lakh, non-recurring and Rs 5.69 lakhs p.a. recurring. The proposal has been examined in detail in this department's note on pp 3-6 above which may kindly be perused.

2. In view of the circumstances stated in para 4 of the ~~Dept~~ note on pp 14-15 above, Dept and Fin. were of the view that the scheme might be postponed for consideration next year. In his minutes on p 17 above, H.M. (Ind), however, considers that the proposals of the Dept should be pressed. Dept. have accordingly remitted the file to this department for treating the ~~Fin~~ proposal as a Part II scheme, with the remarks that the second criterion ~~laid down for Part II Schemes~~ referred to at 'K' on p 17 above has been satisfied. The recurring expenditure in this case is quite large viz Rs 5.69 lakhs, and the net return expected is only 2.4%, which is less than the ~~interest~~ rate at which this Govt. will have to pay interest for loans raised by them. Finance may, therefore, suggest that orders in circulation including HM. (Fin) may be taken on the point whether the proposal can be treated as a Part II Scheme for 1951-52.

Thro' BE II
16-11-50

Dept
16.11.50

It is no doubt true that the Scheme appears remunerative on paper according to the Calculations on pages 10-11 above but the net profit (Rs 2400) is so small that it can easily be converted into a net loss, if the Cocoon market turns to be unfavourable. If Dept consider that their calculations will not be upset by dearth of

'A'

65

Cocoons, Fin need not object to the ~~Scheme~~ proposal taking its chance as a Part II Scheme for 1951-2. Hte (Fin) Shd see.

D.S. 18.11.50

117018 17.11.50 Dev.

Jimo 90 [illegible] EI/50

SECRETARY TO GOVT. ASSISTANT — 18 11 50 — FOR THE

21 NOV 1950

DEVELOPMENT DEPARTMENT

To A.S. Dev (M.) Dept.

With reference to 'A' of Fin Dept's note at p. 18 above a draft memo to the Dtte is submitted for approval.

28.11.50 28/11

28/11

p.25 C [Issued as Memo No 104972 M.I/49-11 d. 28-11-50]

p.27 Cf. [From the Dtte No 4078/D1/49 d. 17-1-51]

To As.

The Summarising note from ~~pate/headers~~ pp 9-13 above, Hon(ble) orders at p 17 above, Fin Dept's note at pp 18-19 and the Dtte's letter at p. 27 Cf. may be perused. The Dtte has stated that no serious apprehension need be entertained about the dearth of Cocoons in the coming years in view of the fact that the Central Silk Board has been launching measures designed to expand Sericulture, and that since there has been a good increase in the acreage under mulberry cultivation it would be reasonable to hope that there will not be no dearth of Cocoons but the supplies will be more plentiful. In the circumstances stated by the Dtte it is for orders whether the case may now be ~~considered~~ reconsidered ~~to Hon(ble) Hon'ble(fin)~~ taken as a Part II scheme for 1951-52.

para 1 p 1 Cf

30.1.51 30/1

30/1/51

... May be reconsidered as a

66

104972 MI/49
12
1/2

as the looms are required to complete the unit, for which the silk twisting plant has already been acquired

31/1

H. M. (Ind) [illegible] 3/2

H. M. (Fin) [illegible] 14.2

SECRETARY TO GOVERNMENT
14 FEB 1951
DEVELOPMENT DEPARTMENT

To DS

orders above may be perused.

It is now too late to consider the scheme as a Part II scheme for 1951-52. Dev orders whether it may be taken up early next year for introduction during that year or for consideration as a Part II scheme for 52-53.

The remarks of Fin may be invited

[initials] 20.2.51.

[signature] 23.2.51

Fin

[signature] 23.2.51

Dev. no. 104972 MI/49-12
23.2.51

Finance E II

ADDITIONAL DEPUTY SECRETARY
24 FEB 1951
1544
FINANCE DEPARTMENT

(Previous Fin. note on p 18 above)

The orders in circulation above may be perused.

2. In view of the fact that it is too late to consider the scheme as a Part II scheme for 1951-52 Dept propose to take up the scheme for consideration early next year. This dept may agree.

A cl. [illegible]

25917

[initials] 2.3.51

[initials] 3351

[initials] 3/3/51

Dept

Fin no 1544/2 E II/51
3/3/51

FOURTH ASSISTANT SECRETARY TO GOVERNMENT
7 MAR 1951
DEVELOPMENT DEPARTMENT

To AS

Fin. notes above. This may be taken up (Dev Dept) after 30th April 1951.

[initials] 10/3/51 [initials] 10.3.51

[signature] 12.3.51

S. 12/3

Dev.(MT) Dept

To As -

This file deals with the proposal of the Dte for the establishment of a weaving Section with 20 power-looms in the G.S.F., Kollegal The establishment of power looms is stated to be a necessary corollary to the installation of a silk twisting plant. The Govt. have already accepted in principle the proposal for establishing power looms with necessary accessori and incurring the expenditure therefor out of the sum of Rs 1¼ lakhs rendered surplus in the expenditure sanctioned for the purchas of a silk twisting plant. The proposal involves a total non recurring expenditure of Rs 1.53 lakhs and a net profit of 2.4% on the Capital outlay is indicated. HH(Ind) & HM(Fin) agreed that the proposal might be considered as a part II scheme for 1951-52 as the looms were required to complete the unit for which the silk twisting plant had already been acquired. It was then too late to consider the proposals as a part II scheme for 1951-52. The Dte has reported separately that the installation of silk twisting plant is being taken up. Finance have agreed that the proposals may be considered as a scheme for introduction during the current year. Finance may see and say whether a Note for S.F.C., may be prepared.

12/9/12/57

Dy. Secy (Fin)

Finance

(Previous Fin. note on p 20 above)

The further note of Dept above may be perused.

2. In the circumstances explained, this

Dev. No 104972 MT/49-14
14-5-57.

ADDITIONAL DEPUTY SECRETARY
36745
15 MAY 1957
FINANCE DEPARTMENT

22 LF

this dept may agree to Devt dept preparing the necessary SFC note

RR
22.5.51.
22557

23/5/51

Devt

(Devt will no doubt take separate action in the matter in connection with reference to 2 as to 6 above)

58308

Devt

FOURTH ASSISTANT SECRETARY TO GOVERNMENT
25 MAY 1951
DEVELOPMENT DEPARTMENT

26745 Ed/51

27/7

(Govt)

Summarising note.

This file deals with the proposal of the D.I & C. for establishing a weaving section with 20 power looms in the Government Silk Filatures at Kollegal. The establishment of power looms is stated to be a necessary corollary to the installation of a silk twisting plant already sanctioned, as without the former the latter cannot be put into effective use. Both these constitute integral parts of the scheme for conversion of raw silk produced at the filatures into silk fabrics. The Government have already accepted in principle the proposal for establishing power-looms with necessary accessories and incurring the expenditure therefor, from the sum of Rs.1¼ lakhs rendered surplus out of the expenditure sanctioned for the purchase of a silk twisting plant.

The financial effect of the proposal is shown below:

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1 Warper on Rs. 60-80	76.3	24	100.3
2 Asst. Foreman on Rs.24-35.	61.2	38	99.2
Ministerial -			
1 Accountant on Rs. 80-110	101.0	26	127
1 L.D.Clerk on Rs. 45-75	63.3	24	87.3
1 Sales Clerk on Rs. 45-75	63.3	24	87.3
	1150.6	323	1473.6

p.t.o.

Cost per annum 1473.6 x 12 - 17683.2 or 17,700 (roundly)		
Cost of staff		17,700
Travelling allowance		1,100
(b) Working expenses --		
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Wages (details in item IV on p.6 c.f.)		37,500
Motive Power		2,000
Other charges (details in item VI on p.7 c.f.)		16,200
		5,50,200
Total (Recurring) Charges.		5,69,000
II. Non-recurring --		
Water supply extensions		5,000
Electrical Installations		8,000
Erection of machinery		5,000
		~~18,000~~
Furniture and fixtures		2,000
Weaving Section		67,000
Dye Section		7,000
Miscellaneous machinery (for details pl. see on p.5 c.f.)		6,000
		1,00,000
III. RECEIPTS -		
Gross Receipts (By sale of 72000 yards of production cloth)		6,08,000
Total recurring charges		5,69,000
Gross profit.		39,000 per annum.
DEDUCT --		
(1) Depreciation at 7½% on Rs. 1,00,000		7,500
(2) Interest on capital outlay at 4%		4,000
(3) Interest on working capital of Rs.5,65,200 at 4%		22,608
(4) Audit and direction fees		2,500
		36,608 or (-) 36,600 roundly)

Net Profit	2400
i.e. percentage return on capital outlay	2.4%

It will be seen that the proposal involves total non-recurring expenditure of one lakh of Rs. on the purchase of the looms and accessories and a recurring expenditure of Rs. 5,69,000 and that a net profit of only 2.4% on the Capital outlay is indicated.

3. The following staff are proposed to be employed by the D. I & C. for working the new weaving section.

One Manager on Rs.230-410

Three Textile Assistants 90-120 each.

Two Foremen 45-75 each.

One Wraper 60-80

Two Assistant Foremen on Rs.24-35 each.

One Accountant on Rs.80-110 each.

One L.D.Clerk on Rs.45-75 or 90

One Sales Clerk on Rs.45-75 or 90.

Finance Department have agreed with this Department to allow all the above staff on the scales of pay noted against each except the L.D.Clerk and Sales Clerk. As suggested by Finance Department this Department agreed to designate the post of L.D.Clerk into that of Store Keeper on a scale of Rs.45-75 Regarding sales clerk, Finance have pointed out that there is no need for a full time sales clerk and that the store keeper could carry on the sales for some time and that the D.I & C. may come up for a sales clerk's post if and when necessary. This Finance Department agreed.

When doubts regarding the availability of adequate supply of cocoons was raised, the D.I & C. pointed out, that no serious apprehension need be entertained about the dearth of cocoons in the coming years in view of the fact that the Central Silk Board has been launching measures designed to expand sericulture and that since there has been a good increase in the acreage under mulberry cultivation, it would be reasonable to hope that not only will there ~~will not~~ be no dearth of cocoons in the coming years but the supplies will be more plentiful than in the past. Though H.M. (Ind.) and H.M. (Fin.) agreed that the proposal might be....

215

104972 M3/49
17
8/6

might be considered as a part II scheme for 1951-52 as the looms were required to complete the unit for which the silk twisting plant had already been acquired. It was then too late to consider the proposals as a Part II Scheme for 1951-52. The D.I & C. has stated separately that the installation of the silk twisting plant is being taken up. Finance have agreed that the proposals may be considered as a scheme for introduction during the current year.

In the circumstances stated above, it is for orders whether the proposal may be placed before the S.F.C~~and Cabinet~~ for recommendation.

DS

7/6

HM (Secl) 9/6

R.Y.9 · HM (Fin)
15.6

SECRETARY TO GOVERNMENT
16 JUN 1951
DEVELOPMENT DEPARTMENT

Recd on 18.6.51

orders above. A note for the S. F. C., is submitted for approval. Finance may see for acceptance

DEPUTY SECRETARY TO GOVERNMENT
16 JUN 1951
DEVELOPMENT DEPARTMENT

Dev. no 104972 M1/49-1
30. 6. 51.

Finance Etc

(Previous Fin. note on pp 21-22 above)

The draft note for the SFC below may be accepted, subject to the slight alteration indicated in pencil.

SENIOR ASSISTANT SECRETARY, FINANCE DEPARTMENT
2-JUL 1951
GOVERNMENT OF MADRAS

The proposal was agreed to by the Fin Dept. as a Part II Scheme for 1951-52. Orders in circulation were also obtained for considering the proposal as

Through BR
7.7.51

a Part III Scheme for 1952-53. But the Budget for 1952-53 had been closed by that time and the proposal could not be taken up in connection with that Budget. The proposal could be sanctioned in the current year for the reasons stated in the Draft Note for the S.F.C. below.

Fin No 4886 Fin/57
10/7/57

Dev 76290 MI
12.7.57

9.7.57

DW

DEVELOPMENT DEPARTMENT
RECEIVED
19 JUL 1961
GOVT. OF TAMIL NADU

To Dev(MI) Deptt

To Ag

Please see Finance notes from page 26 above. The alterations suggested by Fin. have been inked. Romeo Copies of the note on pp.33-34. C.F. may be taken and Copies circulated to all Mtrs before the file is sent to Finance.

16.7.57

16/7

17757

To Fin

Copies of the note have been circulated to all Mtrs. The file may now be sent to Fin. as with three Copies of the note.

24.7.57

24/7

Dev. No. 104972 MI/49-16
25.7.57.

25757

Fin

Finance Dept.

The Committee approved the proposal.

31.7.57 sent

FOR ASSISTANT SECRETARY, FINANCE DEPARTMENT
26 JUL 1957
GOVERNMENT OF MADRAS

Fin No 5469-30 Fin/57
31.7.57

To Dev(MI) Deptt

A note for the Cabinet is subjoined.

Dev 84650 MI
2.8.57

2.8.57

4857

Dev. No 104972 MI/49-17
4-8-57.

4857

6/8/1957

N.O. (Secy)

28. 74

To Hs

Deptt (M I) Dept

Copies of the Cabinet note have been despatched to all HMs, HCM, Chief Secretary, and Secy to H.E. the Governor. The file may now be submitted to Chief Secy, for use during the Cabinet meeting. Two spare copies of the note are kept below

~~7/8/57~~ 8/8/57.

8.8.57

5/8/8

C.S

Deptt No 104972 MI/49-1

8-8-57.

Publ (Pol) 1

8/8

9/8

STRICTLY CONFIDENTIAL.

Government of Madras.

Meeting of the Council of Ministers held at Fort St. George, on Saturday the 11th August 1951, at 11 A.M.

The Hon'ble the Chief Minister presided.

PRESENT:-

The Hon. Sri M. Bhaktavatsalam.
" B. Gopala Reddi
" K. Madhava Menon.
" H. Sitarama Reddi
" A.B. Shetty.
" K. Chandramouli
" B. Parameswaran
" C. Perumalswami Reddi.
" J.L.P. Roche Victoria.

AGENDA.-

16, (6). Industries - Sericulture - Government Silk Filatures, Kollegal - Experimental Weaving section - Installation of powerlooms - Purchase of weaving and doubling machinery.

ORDER:- (7) Industries - Polytechnics - Employment of additional staff consequent on the revival of the L.C.E. course.

ORDER:-

The recommendations of the Standing Finance Committee were approved.

K.R.M.
11.8.51.

P.S. Kumaraswamy Raja
Chief Minister.

Secy. Development Dept.

SENIOR ASSISTANT SECRETARY, FINANCE DEPARTMENT
62648
28 AUG 1951
GOVERNMENT OF MADRAS

Dev(MI) Dept

To Fin

A draft order is submitted for may be sent to Fin. for acceptance

Copy recd 28/8/51

Dev. no 104972 MI/49-19
27-8-51

Finance Pt

(Previous Fin. note on pgs 26-27 above)

The decision of the Cabinet on p 29 above ~~could be~~ may be perused.

The draft order below may be accepted subject to the alterations indicated in pencil.

RK
30.8.57.

30.8.57

30.8.57

Thro BG

96776

~~Through Cbl.~~

Fin no 6264/Exp
31/8/57.

To Hs

~~The alterations made by him to be carried~~ as altered by him.

Dev (MI) Dept

- SEP 1957

The draft order below may now issue

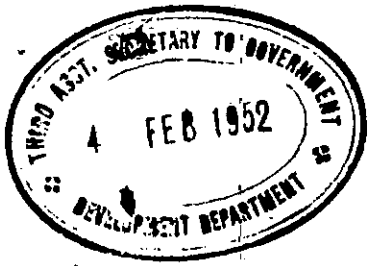
6/9/57

Cav
7/9/57

[Issued as Dev (Ms) 4025 dated 8.9.57] pp 39-40 ef

Call Book Extract ~~Dev. Dept~~ 31/ Dev. Dept MI

1. Serial No. 123.
2. Date of entry in this register.
3. Subject:-



4. Old C No. -
5. Number and date of Govt. order etc. authorising the entry -
6. Date when further action is to be taken and nature of action to be taken -

12336

I.S.T. (Ext. 18 C.)

Industries - Sericulture - G.I.F. Kollegal - Extension of weaving section - Installation of Power looms - Purchase of weaving and bleaching machinery - Further action for obtaining - Supplementary estimate

Not received

G.O. Ms. No. 4028 Dev. 18.5.51.

Entered 1-2-52

52 78

Dev(MI)Dept

The expenditure on the Scheme for establishing a weaving Section with 20 powerlooms in the Govt. Silk Filatures, Kollegal introduced during the current year is on a new Service and a token sum of Rs 100/- has to be obtained from the Legislature. A draft Supplementary estimate of expenditure is submitted

It may be sent to Fin. for acceptance

Dev(MI)252
15/2/52

16/2/52 Fin.

Dev(MI) 12330 MI/52-1
16.2.52

ADDITIONAL DEPUTY SECRETARY
10495
16 FEB 1952
FINANCE DEPARTMENT

79 / 33

Finance (BE)

The draft supplementary note below may be accepted subject to the alterations indicated in pencil.
Development may be requested to take four clean copies of the draft Supplementary note and send to Finance immediately

Dev
4352

A.352
4352

Fin. w.o. 10495/BE/52
4.3.52

Tofk

Dev (MI) Deptt.

SECRETARY TO GOVERNMENT
MAR 1952
DEVELOPMENT DEPARTMENT

24285

Fin. ndt above. The alterations have been made. Four copies of the ndt below may be prepared and sent to Fin

5.3.52 5352 5.3.52 5.3.52

Dev wo 12336 MI/52-2
6.3.52

Four Copies of Supplementary Estimate

8/ 35-A

Dev. (MI) Department.

Supplementary Estimate of Expenditure for 1951-52 - Grant - XXI - Industries.

Estimate of the amount required for further Expenditure.

	Rs.
Voted	100
Total sums charged	nil

SUMMARY.

Major Head	Minor Head	Sub-heads of appropriation.	Estimated amount of further expenditure for 1951-52. Charged	Voted.
43. Industries and supplies	a. Industries	P. Government Silk Filatures, Kollegal.	IL	100

EXPLANATORY NOTE.

The Government Silk Filatures was established during the second war to produce raw silk required for manufacture of parachutes for war. After the war ~~in~~ the silk is sold to consumers. There is a small twisting plant in the Filatures to produce twisted silk and a handloom weaving section consisting of 12 handlooms to utilise the twisted silk for production of silk fabrics. In 1948, the installation of a power twisting plant in the filatures was sanctioned. The installation of the plant is almost over and the plant will commence work soon and will be producing large quantities of twisted silk. The D. I & C. submitted proposals for the purchase and installation of 20 powerlooms in the filatures with necessary accessories for doubling, bleaching and dyeing of silk at an initial cost of Rs.1 lakh and recurring cost of Rs138,200 excluding expenditure on staff. The establishment of powerlooms is a necessary corollary to the installation of silk twisting plant. Both these constitute integral parts of the scheme for conversion of raw silk produced in the filatures into silk fabrics and go a long way to stabilise the financial positi

the filatures and avoid losses on account of far too erratic fluctuations in raw silk market. A net profit of 2.4, on the capital outlay is expected. The Government have sanctioned the proposals of the D. I & C. for the purchase of 20 powerlooms and for the establishment of a weaving section in the Government Silk Filatures, Kollegal with some additional staff.

The following staff have also been sanctioned:

One Manager (Weaving) Gazetted on Rs.230-410 p.m.

Three Textile Assistants on Rs.90-120 pach p.m.

Two foremen on Rs.45-75 each per mensem.

One Warper on Rs.60 -80 p.m.

Two Assistant Foremen on Rs.24-35 each per mensem.

One Accountant on Rs.80-110 p.m.

One Storekeeper on Rs.45-75 p.m.

The expenditure is on a New Service. A token sum of Rs. 100 is included in the Supplementary estimate. Pending approval by legislature the expenditure has been met initially from an advance from the contingency Fund. But

An advance of Rs 80,000 has been sanctioned from the Contingency Fund for meeting the expn on the scheme pending authorisation by the Legislature But actually no expn has been incurred during the current year. However as the expn sanctioned is on a New Service a token sum of Rs 100 is included in the Supplementary Estimate.

913,606—25-8-50.

Industries & Commerce Department	Received Registered
From (Name) Sri L.T.Raju, Asst-Ind.Off.	To
Designation Director of Industries & Commerce,	The Secretary to Government, Development Department, Madras.
Station Madras.	30193

File reference: No. [illegible], dated [illegible] 195 .

UNDER SECRETARY 13 MAR 1953 DEVELOPMENT DEPARTMENT

Sir,

Sub: Industries - Sericulture - Government Silk Filatures, Kollegal - Installation of powerlooms - permission requested.

Ref: G.O. No. 4045, Development, dated 8-9-51. (B)

In the G.O. cited above Government were pleased to approve the proposal for establishing a weaving Section, with 20 powerlooms in the Government Silk Filatures, Kollegal; with a view to stabilise the financial position of the Filatures and avoid losses on account of far too erratic fluctuations in the raw silk market. At the instance of Government the Government of India have also taken action for the purchase of the 20 powerlooms of Japanese make vide letter No. [illegible], dated 8-1-53 of the Asst Director of Supplies addressed to Messrs Kotak & Co., Bombay copy sent to Government and this office letter No.4045-B1/51, dated 7-2-53).

In this connection I submit that the Textile Commissioner, Bombay who is also the Vice Chairman of the Central Silk Board, India, when he visited the Government Silk Filatures recently observed that permission of the Textile Commissioner should be obtained before the power-looms are installed. I therefore enclose herewith three copies of the prescribed applications form

pto

84.

duly filled and signed by the sericultural expert an request that Government may be pleased to address the Textile Commissioner, Simla, for according necessary permission for the installation of 20 powerlooms in the Government Silk Filatures, Kollegal.

for Director of Industries & Commerce.

M.S.9.2

CP

Dev. Deptt.(G).

Letter No.30109 G/53-1, dt. 23.3.53.

To

The Textile Commissioner, Govt. of India,
Hararwala Building,
Wittet Road, Ballard Estate
BOMBAY. (with enclosures)

Sir,

Sub:- Industries - Sericulture - Govt. Silk Filatures, Kollegal - Installation of power-looms - Permission.

I am directed to forward three copies of the application in the prescribed form duly filled in and to request that in the circumstances explained below necessary permission may be granted for the installation of 20 Power looms at the Govt. Silk Filatures, Kollegal.

2. During World War II there has been considerable expansion of the silk Industry in India and Madras had its full share in the increase of acreage under mulberry cultivation and in the establishment of the silk Filatures at Kollegal. The average monthly production of raw silk at the Filatures is round about 4300 lbs. There is at present only a small twisting plant at the Filatures and the major portion of the silk is sold as raw silk which is converted into thrown silk at Bangalore at the plants of private operators. With a view to maintain, consolidate and establish on a firm basis the expansion that has already taken place and to secure full scope for the future growth and development of the industry, the Govt. in July 1948 sanctioned the establishment of a silk Twisting Plant as an adjunct to the Silk Filatures at Kollegal at an estimated cost of Rs. 4,89,600/- non-recurring and Rs. 76,300/- recurring. The Twisting machinery has been erected and is expected to go into production in about a month's time.

3. The installation of powerlooms is a necessary corollary to the installation of the twisting plant as without the former, the latter

cannot be put to effective use. The Govt. have, therefore, in ~~May~~ September 1951, sanctioned the installation of 20 power looms at the silk filatures at an estimated cost of Rs. 1,38,200/- recurring and Rs. 1,00,000/- non-recurring. It is expected that the working of the twisting and power loom weaving sections would go a long way to overcome the far too often erratic fluctuations in the raw silk market by the utilisation of a part of the production for conversion into fabrics and thus to stabilise the financial position of the Silk Filatures.

4. In pursuance of the scheme for installation of the power looms, this Govt. have placed an indent for the purchase of 20 power looms and other necessary accessories with the Director General of supplies and Disposals, New Delhi, who has in turn placed firm orders and concluded the contract with M/s. Kotak & Co., Ltd. Bombay for the supply of looms of Japanese make. ~~It will be the responsibility of the Director General of Supplies and Disposals to see that the looms are duly received by them without serious financial repercussions.~~

5. In the circumstances explained above, I am directed to request that necessary permission may be granted for the installation of ~~the~~ 20 power looms at the Govt. Silk Filatures, Kollegal at a very early date.

Copy to the D.I.& C. w.r.t. his No.4825 D1/52, dt. 9-3-53.

Copy to the Director-General of supplies and Disposals. Shahjahan Road, New Delhi

Note:- The draft letter above is submitted with reference to the D.I.& C's letter on pp. 1-2 c.f. For orders as to issue.

for file 87

PROFORMA FOR COMPILATION OF DATA REQUIRED FOR CONSIDERATION FOR ACQUIRING? INSTALLATION OF LOOMS ETC.

1)	Name and full address of the applicant, and factory name if any.	Sericultural Expert, Government Silk Filatures, Kollegal.
2)	Reference No. and date of application.	4825-D.I/51 dated March, 1953
3)	Location of premises where it is proposed to installed the looms.	Government Silk Filature, Kollegal.
4)	No. of looms/machines already in position and their dates of installation.	...
5)	(a) No. of working	...
	(b) No. of idle, if any.	...
6)	(i) No. of shifts worked per day.	...
	(ii) No. of hour worked per shift.	...
7)	Consumption of yarn in lbs. by all working looms/sewing thread machines.	...
	(i) per shift:	...
	(ii) per month;	...
8)	Source of existing supplies of cotton yarn together with counts and quantities being received from such source, each month.	...
9)	No. of looms/machines proposed to be acquired and sources of them.	20 Power looms of Japanese make.
10)	Estimated monthly requirements of yarn for above.	1250 lbs. of raw silk yarn.
11)	Proposed source of supply of yarn required for working the loom/proposed to be installed.	Manufactured at the Government Silk Filatures, Kollegal.

(Sd) Sericultural Expert,
Government Silk Filatures,
Kollgal.

/True Copy/

Superintendent.
4/25/53

Any reference to this communication should be accompanied by the serial No. and date of this communication. Telegraphic address to be given as "FABRIX BOMBAY". If the matter is an urgent one a brief but comprehensive subject and the reference Number and date of this communication should invariably be quoted.

INDIA

77755

MTS(C)PL/3576/258

Dated 5th June '53.

FIFTH ASSISTANT SECRETARY TO GOVT. DEVELOPMENT DEPT. 19 JUN 1953

SPECIAL PERMIT

In exercise of the powers conferred on me by Sub-Clause (5) of Clause 12 of the Cotton Textiles (Control) Order, 1948, I hereby permit:

The Sericultural Expert,
Government Silk Filatures,
Kollegal, to acquire and install 20 (Twenty) powerlooms, provided that these looms are not worked on cotton yarn.

Sd/-
(M.R. KAZIMI)
JT. TEXTILE COMMISSIONER

The ~~Dy~~ Sericultural Expert,
Government Silk Filatures,
Kollegal.
Ref. their application No. 4825-DI/51 — pp 1-2 above
dated March 53.

Copy for information to:

1. The Secretary to Govt.
Development Dept.,
Fort St. George, Madras.

with reference to his letter No. 30109-G/53-1 dated 25-3-53. — pp 3-4 above

This permission is granted subject to the condition that your office ~~at~~ will not allocate any quota of cotton yarn to work on these looms and that you will ensure that no cotton cloth is fabricated on these looms at a later date.

2. CYC-9B.

Draft ii

(P.R. CHAUKAR)
ASSISTANT DIRECTOR.

Endorsement No 30109 G/53-4 dated 22.6.53 Dept (5)

Communicated to the D.ITC. with reference to this letter No 4825-DI/51 dated 9.3.53. — pp 1-2 above

22/6/53

To the D.ITC (with a copy of letter above).

19.6.53

On ~~A~~ After issue of G.O. No. 4025 Dev. dt/ 8.9.53 may be added to

CENTRAL SILK BOARD

TELEGRAMS
"SILBOARD" BOMBAY.

SHAHIBAG HOUSE.
WITTET ROAD, BALLARD ESTATE.
BOMBAY-1.

No. CSB/B3/53/191. 83908 Dated, 29. 6. 1953.

To

The Secretary,
Government of Madras, (P. & D. Department)
MADRAS.

Dear Sir,

Subject:- Installation of Silk ~~Worms~~ Looms by the Government Silk Filatures, Kollegal.

I am directed to enclose herewith for your information a copy of letter No.MTS(G) PL-3376 dated the 22nd June, 1953, received in this office from the Textile Commissioner, Ministry of Commerce and Industry, Bombay.

Yours faithfully,

(V. Govindan)
Assistant Secretary

Encl: 1.

DEW (G)

Submitted for permal
Copy of the Textile commissioners permit No. MTS (C) PL-3376/258 dated 5.6.53 referred to at 'A' on p 3 below ~~has~~ already received - vide 89 of Gs No. No. 4025 sent dated P.9.51 at (V).
It may be lodged and added to that at (V)
6/7/53
8.7.53

Copy of letter No.MTS(G) PL-3376 dated the 22nd June, '53 from the Textile Commissioner, Ministry of Commerce & Industry, Bombay, addressed to the Assistant Secretary, Central Silk Board, 4th Floor, Shahibagh House, Wittet Road, Ballard Estate, Bombay.

Subject:- Installation of Silk ~~Worms~~ looms by the Government Silk Filatures, Kollegal

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Please refer to your U.O.No.CSB/53/1H dated 14.5.'53.

The Government Silk ~~Filatures~~ Filatures, Kollegal, have been granted permit No.MFS (C) PL-3376/258 dated 5th June, 1953, for installation of 20 power-looms to be worked on non-cotton yarn.

Sd/-
(P.R. Chawkar)
Assistant Director.

TV/1.